



Comprehensive Annual Financial Report

October 1, 2007 - September 30, 2008

CITY OF BENBROOK, TEXAS

PRESENTED TO

MAYOR

Jerry B. Dittrich

COUNCILMEMBERS

Keith Bailey

Rickie Allison

Daniel Tully

Mark Washburn

Ron Sauma

CITY MANAGER

Andy Wayman

PREPARED BY

David L. Ragsdale, Comptroller

AUDITED BY

Weaver and Tidwell, L.L.P.

City of Benbrook, Texas
Comprehensive Annual Financial Report

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City of Benbrook, Texas
Comprehensive Annual Financial Report

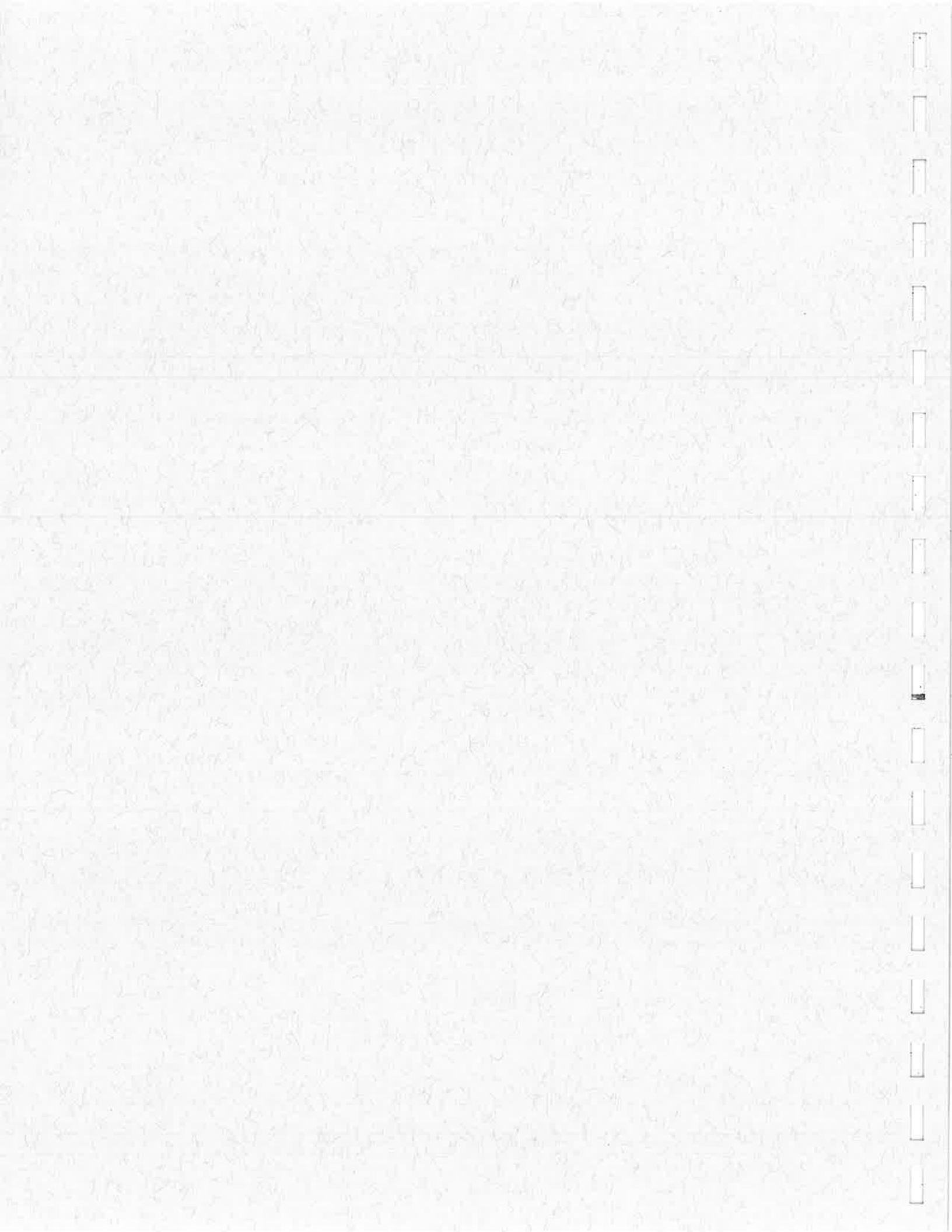
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INTRODUCTORY SECTION





March 13, 2009

The Honorable Mayor, Members of the City Council and City Manager
City of Benbrook
Benbrook, Texas

The Finance Department is pleased to submit the Comprehensive Annual Financial Report for the City of Benbrook, Texas for the fiscal year ended September 30, 2008. The purpose of this report is to provide the City Council, management, staff, public and other interested parties with detailed information reflecting the City's financial condition. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosure, rests with the City. We believe the data is accurate in all material respects and is presented in a manner that fairly sets forth the financial position and results of operations of the City. We also believe that all disclosure necessary to enable the reader to gain an understanding of the City's financial affairs have been included.

THE REPORT

The report is presented in three sections: Introductory, Financial and Statistical. The Introductory section includes this transmittal letter, a listing of City Officials, and an organizational chart of the City. The Financial section includes a Management Discussion and Analysis (MD&A), basic financial statements, the opinion of the independent auditor, and supplementary information. The MD&A is a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement and should be read in conjunction with the MD&A. The Statistical section, through the use of tables, presents comparative economic and financial data to give the users of the report a perspective of the City's performance over a number of years.

The financial statements included in the report were prepared by the Finance Department in accordance with generally accepted accounting principles for local governments as prescribed by the Governmental Accounting Standards Board (GASB). The basic financial statements and related notes have been audited by an independent firm of Certified Public Accountants, Weaver and Tidwell, L.L.P., whose report is included herein.

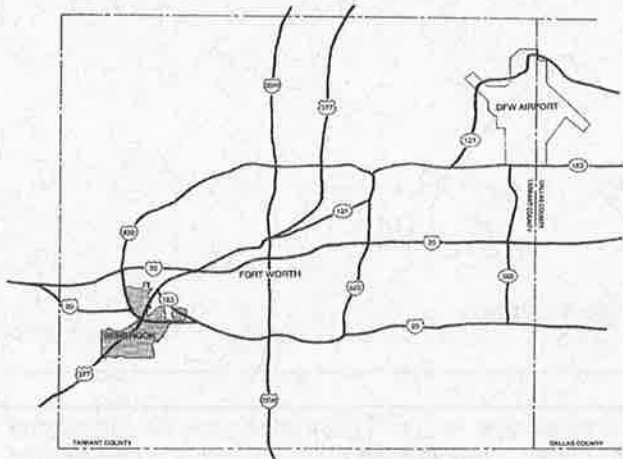
CITY PROFILE

Location

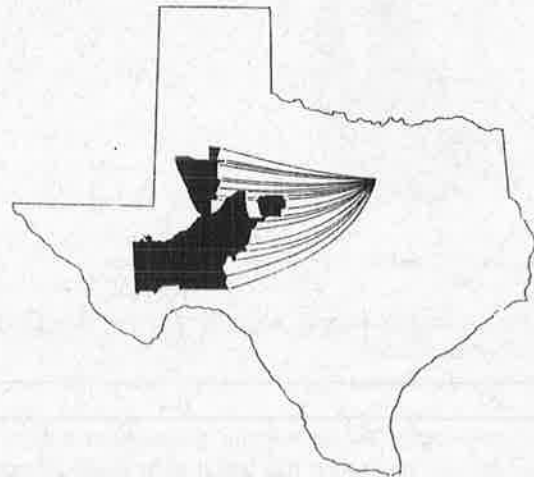
The City of Benbrook is located in Tarrant County, in the north central portion of the State of Texas. The City of Benbrook is located on the southwest side of the City of Fort Worth and is only thirty minutes from Dallas. The City covers approximately thirteen square miles. The 2000 Census set the population at 20,268, and the current estimate is 23,450.

The City was incorporated in 1947 and is operated under a charter adopted January 17, 1997. The City has a Council-Manager form of government with the City Council comprised of a mayor and six council members. All City Council positions are elected by place number and run at large for two year staggered terms. The City Council is responsible for adopting ordinances and regulations governing the City, adopting the budget, determining policies and appointing the City Manager, City Attorney, City Secretary, Municipal Court Judge, as well as members of boards and commissions. The City Manager is responsible to the City Council and appoints and supervises the employees that prepare and administer the annual budget and capital improvement programs.

Benbrook's location in Tarrant County



Benbrook's location in the State



Services Provided

The City provides a full range of municipal services including general government, police and fire protection, street maintenance, building inspection, recreation services, parks operation and maintenance, and maintenance of City-owned buildings. The Benbrook Economic Development Corporation (EDC) is responsible for the promotion and retention of business within the City. Solid waste collection has been contracted out to a private firm.

This report includes the financial statements of the funds and account groups required to account for those activities, organizations and functions which are related to the City and are controlled by or dependent upon the City's governing body. The criteria used by the City for including activities in preparing its financial statements are set forth by GASB. Based on these criteria, all municipal services listed are included in the City's 2007-2008 financial statements.

Accounting System and Budgetary Control

The City's accounting records for general governmental operations are maintained on a modified accrual basis. Under this method of accounting, expenditures are recognized when the services or goods are received and the liability is incurred.

In developing and maintaining the City's accounting system, consideration is given to the adequacy of the internal control structure. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The City charter provides that the City Council shall adopt the annual budget prepared by the City Management. This budget is reviewed by the City Council and is formally adopted by the passage of a budget ordinance. The City Manager is authorized to transfer budgeted amounts between line items and divisions within a fund. Any revisions that alter the total expenditures of any fund must be approved by the City Council.

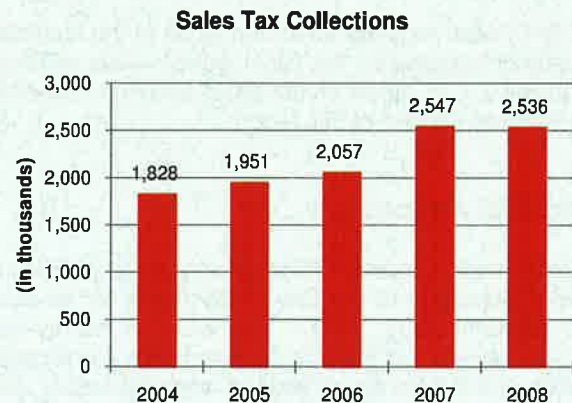
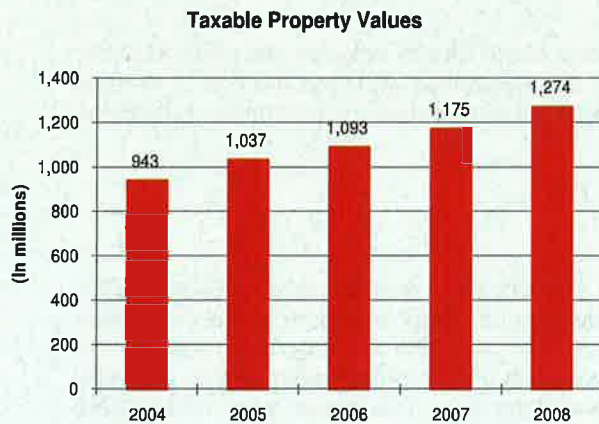
Budgetary control has been established at the individual fund level. Financial reports are produced showing budget and actual expenditures by line item, and distributed monthly to City department and division managers. A financial summary is prepared for City Council to approve each month, with detail reports submitted once each quarter.

Individual line items are reviewed and analyzed for budgetary compliance. Personnel expenditures are monitored and controlled at a position level and capital expenditures are monitored and controlled item by item. Revenue budgets are reviewed monthly.

ECONOMIC OUTLOOK AND FINANCIAL CONDITION

Summary of Local Economy

Although the national economy has slowed considerably, the State of Texas and particularly the Dallas/Fort Worth Metroplex have seen less of an impact. The City of Benbrook is located in southwest Tarrant County, where we continue to see growth in the local economy. The City's tax base has grown an average of 7.91% annually for the past five years. We expect this growth trend to slow down over the next few years. Commercial growth has remained steady while residential construction has significantly increased for the last several years. While most area cities sales tax collection has declined over the last five years, Benbrook's sales tax has increased in four of the last five years. Collections decreased 3% from the previous year.



Economic Prospects for the Future

The City currently has several residential subdivisions with construction activity. These subdivisions could add several houses during the next few years. Several more subdivisions are at some stage of development and could add even more residential units. The City also has several commercial developments in the planning stages that could add significant value to the tax roll.

A large commercial project is planned for the future. This project could have a substantial impact on the City. The City created a TIF to encourage commercial development. In order to further encourage commercial development, the EDC purchased 80 acres of commercial property to use as an incentive to attract new business development.

As seen in the chart, Sales Tax collections have increased four of the last five years. We expect this trend to continue.

Cash Management

The City's cash management policy is adopted by City Council and strictly defines the types and amounts of investments made for the City. Section 5 of the Public Funds Investment Act prescribes that cities are to develop and maintain an investment policy to govern all investments. The City of Benbrook adopted its investment policy in 1998. The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits were either insured by federal depository insurance or collateralized. All collateral was held by the City, its agent, or a financial institution's trust

department in the City's name. One hundred percent of the deposits and investments held by the City during the year and at September 30, 2008, are classified in the category of the lowest credit risk as defined by the Governmental Accounting Standards Board. All deposits are held in interest-bearing accounts or in certificates of deposit.

The City has maintained all excess funds in TexPool, TexSTAR, or in interest bearing checking accounts (where permissible) with the City's depository.

Risk Management

The City partially self-insures for worker's compensation. Due to the size of the City, Council has chosen to purchase stop-loss policies. The maximum loss in any one-year period is \$500,000. In order to minimize this risk, City Council set up a reserve for Worker's Compensation. At year-end the reserve balance was \$260,915. All other forms of risk are insured.

OTHER INFORMATION

Independent Audit

The City Charter requires an annual audit of the financial statements of the City by independent certified public accountants selected by the City Council. This requirement has been complied with, and the firm of Weaver and Tidwell, L.L.P. report on the basic financial statements and required supplementary information is included in the financial section of this report.

Certificate of Achievement

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Benbrook for its comprehensive annual financial report for the fiscal year ended September 30, 2007. This was the twenty-fourth consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. The report must satisfy both generally accepted accounting principles as well as all applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the City of Benbrook has received the GFOA's Award for Distinguished Budget Presentation for its annual appropriated budget dated October 1, 2007. This award marked the twenty-second time the City has received this award. In order to qualify for the Distinguished Budget Presentation Award, the City's budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

Acknowledgements

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the finance department. Each member of the department has my sincere appreciation for the contribution made in the preparation of this report.

In closing, without the leadership and support of the City Council and the City Manager, preparation of this report would not have been possible.

Respectfully submitted,

A handwritten signature in cursive script that reads "David L. Ragsdale". The signature is written in dark ink and is positioned above the printed name and title.

David L. Ragsdale
Finance Director

City of Benbrook, Texas
Principal Officials
September 30, 2008

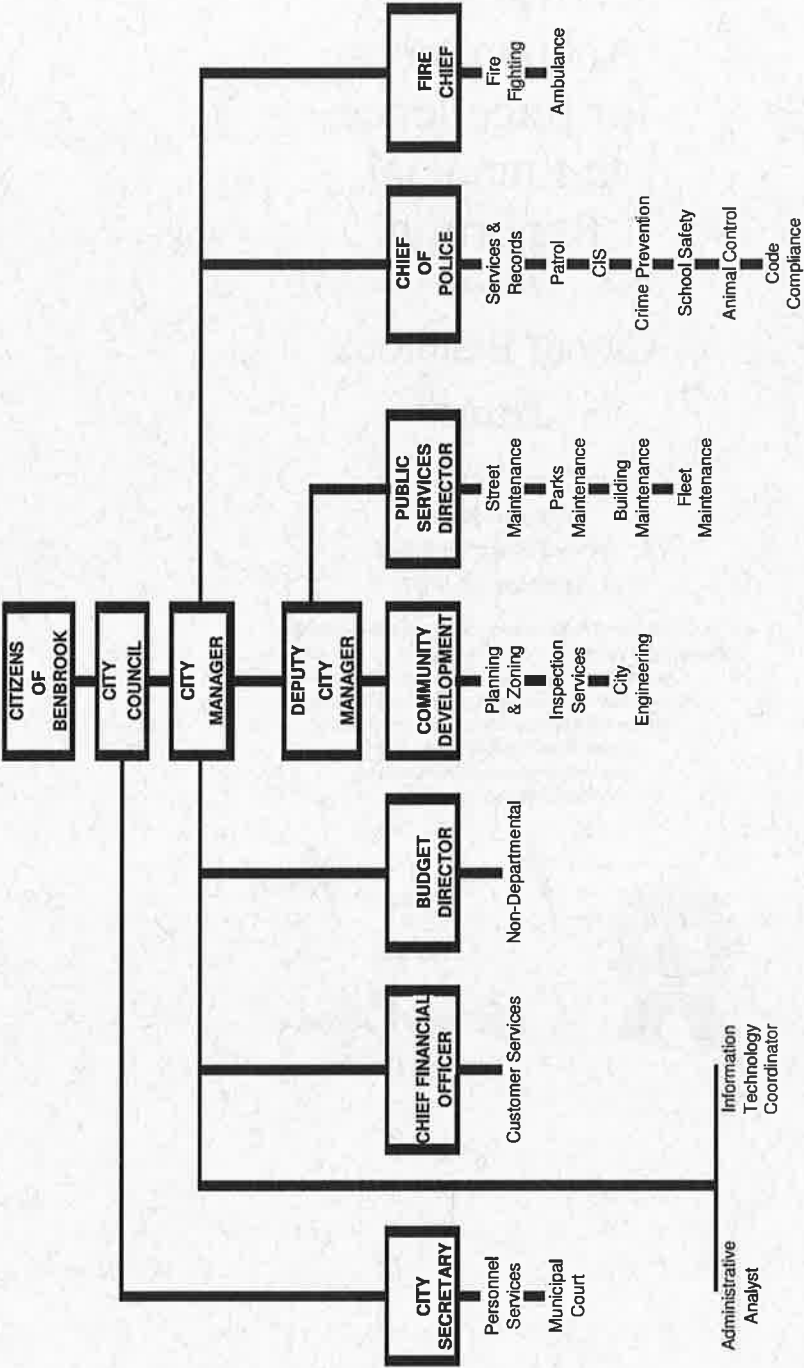
ELECTED OFFICIALS

<u>Name of Individuals</u>	<u>Occupation/Position</u>	<u>Term Expires (May)</u>	<u>Length of Service (in Years)</u>
Jerry B. Dittrich, Mayor – Place 1	Veterinarian	2009	16
Vacant – Place 2	Vacant	2010	-
Keith W. Bailey – Place 3	Retired	2009	5
Rickie Allison – Place 4	Fire Fighter	2010	8
Daniel Tully – Place 5	Project Manager	2009	1
Mark Washburn – Place 6	Youth Minister	2010	-
Ron Sauma – Place 7	Retired	2009	6

APPOINTED OFFICIALS

Andy Wayman	City Manager	12
James E. Gallagher	City Planner	33
Joanna King	City Secretary	33
David L. Ragsdale	Finance Director	31
David R. Gattis	Deputy City Manager	20
Sherri Newhouse	Budget Director	19
James G. Mills	Police Chief	15
Tommy Davis	Fire Chief	14
Ron Rainey	EDC Director	12
Phyllis Wolfe	Information Technology Coordinator	4
Cathy Morris	Administrative Analyst	2
Walter Shumac	Public Services Director	1
Robert Rowley	City Engineer	1

City of Benbrook Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Benbrook
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2007

A Certificate of Achievement for Excellence in Financial
Reporting is presented by the Government Finance Officers
Association of the United States and Canada to
government units and public employee retirement
systems whose comprehensive annual financial
reports (CAFRs) achieve the highest
standards in government accounting
and financial reporting.

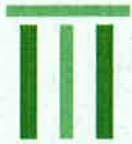


President

Executive Director



FINANCIAL SECTION



WEAVER
AND
TIDWELL

L.L.P.

CERTIFIED PUBLIC
ACCOUNTANTS
AND CONSULTANTS

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor,
City Council, and City Manager
City of Benbrook, Texas

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Benbrook, Texas (the City) as of and for the year ended September 30, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Benbrook, Texas as of September 30, 2008, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and other required supplementary information on pages 3 through 7 and 31 through 33 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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BAKER TILLY
INTERNATIONAL

OFFICES IN

DALLAS

FORT WORTH

HOUSTON

SAN ANTONIO

Honorable Mayor,
City Council and City Manager
City of Benbrook, Texas

Page 2

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
March 13, 2008

**CITY OF BENBROOK, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR YEAR ENDED SEPTEMBER 30, 2008
(Unaudited)**

As management of the City of Benbrook, we offer the readers of the City's financial statement this narrative overview of the financial activities of the City for the fiscal year ended September 30, 2008. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal which can be found on pages i – v of this report.

FINANCIAL HIGHLIGHTS

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$48,543,239 (net assets). Of this amount, \$9,247,627 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the City's fund designation and fiscal policies.
- The City's total capital assets decreased by \$74,136 to \$53,546,205. This decrease was due to no new streets and drainage improvements donated by developers combined with current year depreciation.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending balances of \$12,852,541. Almost 66.55% of this total or \$8,553,170 is unreserved and available for use with the City's designation and policies.
- At the end of the current year, unreserved fund balance for the general fund was \$7,078,989 or 59.36% of total general fund expenditures.
- Long-term debt increased with the issuance of \$1,035,000 in certificates of obligation.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements – The government-wide financial statements are designed to provide the reader with a broad overview of the City's finances, in a manner similar to a private-sector business.

The Statement of Net Assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net assets changed during the fiscal year. All changes in net assets are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g. uncollected taxes).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their cost through user fees and charges (business type activities). The governmental activities of the City include general government, staff services, public safety, public services, community development, economic development, and community promotions. The government-wide financial statements can be found on pages 8 – 9 of this report.

Fund financial statements – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The City of Benbrook only has governmental funds.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains thirteen governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Economic Development, Debt Service, seven Capital Projects, and three Special Revenue funds. The basic governmental funds financial statements can be found on pages 10 – 13.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and the fund financial statements. The notes to the financial statements can be found on pages 14 – 30.

Other Information – In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information that can be found on pages 31 – 33.

GOVERNMENTAL-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. As of September 30, 2008 the City of Benbrook's assets exceeded liabilities by \$48,543,239.

The largest portion of the City's net assets (72.35%) reflects its investments in capital assets (e.g. land, buildings, equipment, improvements, construction in progress, and infrastructure), less any debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide service to citizens; consequently these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities

City of Benbrook's Net Assets

	<u>Governmental Activities</u>	
	<u>2007</u>	<u>2008</u>
Current and Other Assets	\$15,420,039	\$16,995,985
Capital Assets	<u>53,620,341</u>	<u>53,546,205</u>
Total Assets	69,040,380	70,542,190
Long-term Liabilities	16,154,962	16,468,727
Other Liabilities	<u>5,598,443</u>	<u>5,530,224</u>
Total Liabilities	21,753,405	21,998,951
Net Assets:		
Investment in Capital Assets (net of related debt)	35,105,138	35,121,433
Restricted	4,485,176	4,174,179
Unrestricted	<u>7,696,661</u>	<u>9,247,627</u>
Total Net Assets	\$47,286,975	\$48,543,239

An additional portion of the City's net assets (8.60%) represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net assets may be used to meet the government's ongoing obligations to citizens and creditors.

As of September 30, 2008, the City is able to report positive balances in all categories of net assets.

Analysis of City Operations – The following table provides a summary of the City's operations for the year ended September 30, 2008. Overall the City had an increase in net assets of \$1,256,264.

City of Benbrook's Changes in Net Assets

	<u>Governmental Activities</u>	
	<u>2007</u>	<u>2008</u>
<u>Revenues</u>		
Program Revenues:		
Fees, Fines & Service Charges	\$1,289,404	\$1,464,435
Operating Grants & Contributions	696,743	426,790
Capital Grants & Contributions	2,194,428	10,500
General Revenues:		
Ad Valorem Taxes	8,520,241	8,893,298
Franchise Taxes	1,284,974	1,382,773
Sales & Other Taxes	2,717,593	2,678,083
Use of Money & Property	956,266	738,482
Miscellaneous	<u>501,631</u>	<u>1,351,180</u>
Total Revenues	18,161,280	16,945,541
<u>Expenditures</u>		
General Government	1,305,755	1,284,710
Staff Services	594,771	560,179
Public Safety	6,350,463	7,060,466
Public Services	3,375,662	3,936,346
Community Development	4,752,683	1,860,807
Interest on Long-term Debt	<u>1,074,998</u>	<u>986,769</u>
Total Expenditures	17,454,332	15,689,277
Increase in Net Assets	706,948	1,256,264
Net Assets – October 1	<u>46,580,027</u>	<u>47,286,975</u>
Net Assets – September 30	<u>\$47,286,975</u>	<u>\$48,543,239</u>

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental funds – The focus of the City of Benbrook's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal period. At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$12,852,541.

Revenues – Fees, Fines and Service Charges as well as Capital Grant Contributions were all significantly lower due to the slowing economy and the corresponding slow down in building related activities. These fees were so far down that our overall total was down even though all other fees showed a positive balance over the prior year.

Expenditures – Overall expenditures were down due to the completion of several large projects in the prior year. Expenditures were so far down that the City's Net Assets actually increased despite lower revenue amounts.

General Fund – Fund balance increased 15.27% to \$7,339,904. Most of the increase resulted from additional property taxes due to a combination of increased building activity and increased appraisals.

Capital Projects – Drainage – The ending balance decreased 82.29% due to the completion of bond projects.

Capital Projects – Storm Water – City Council created this fund to handle Storm Water issues.

None of the City's other funds had significantly different ending balances than reported in the prior year.

CAPITAL ASSETS

The City of Benbrook's investment in capital assets for its governmental activities as of September 30, 2008 amount to \$53,546,205 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, improvements, infrastructure and construction in progress.

Major capital asset events during the fiscal year included the following:

- New infrastructure of \$589,727
- Purchase of new vehicles and equipment of \$242,651
- Construction in Progress of \$1,279,780

Capital Assets at Year End (net of accumulated depreciation)

	<u>Governmental Activities</u>	
	<u>2007</u>	<u>2008</u>
Land	\$ 5,579,125	\$ 5,301,615
ROW	9,821,372	9,821,372
Buildings	7,110,322	7,110,322
Infrastructure	69,210,640	69,800,367
Equipment	3,853,568	4,055,853
Construction in Progress	1,940,633	2,899,446
Accumulated Depreciation	<u>(43,895,319)</u>	<u>(45,442,770)</u>
Total	<u>\$53,620,341</u>	<u>\$53,546,205</u>

Additional information on the City of Benbrook's capital assets can be found in Note 3 on page 22 – 23.

DEBT ADMINISTRATION

At the end of the fiscal year, the City had total long term debt of \$20,320,743. Of this amount, \$11,290,000 comprises bonded debt backed by the full faith and credit of the government. The balance of the total long term debt is comprised of a certificate of obligation and six notes payable.

Outstanding Debt at Year End Bonds and Notes Payable

	<u>Governmental Activities</u>	
	<u>2007</u>	<u>2008</u>
General Obligations Bonds	\$11,810,000	\$11,290,000
Certificates of Obligation	2,250,000	3,115,000
Notes Payable & Capital Leases	6,085,105	5,997,086
Deferred Loss on Refunding	<u>(88,068)</u>	<u>(81,343)</u>
Total	<u>\$20,057,037</u>	<u>\$20,320,743</u>

During the year, the City's total debt increased by \$256,981. This increase was due to the following:

- Debt payments of \$778,019
- Issuance of \$1,035,000 in Certificates of Obligation

The City of Benbrook has the following ratings on its long term debt:

	<u>Moody's Investor Service</u>	<u>Standard & Poor's</u>
General Obligation Bonds	A2	A+

Most of the City's Bonds are insured and thus have a Triple A credit rating by both Moody's and Standard & Poor's.

Additional information on the City of Benbrook's long term debt can be found in Note 4 on pages 23 – 26 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

In the 2008-2009 budget, General Fund revenues are budgeted to increase by 4.12% from the 2007-2008 budget year with property taxes making up most of that increase. The increase is the projected result of new construction and new businesses as the City Council reduced the property tax rate. Certified assessed valuations increased 10.76% over the preceding year. The City's budget has benefited from an expanding tax base that has grown an average of 7.91% annually for the past five years. We expect growth in fiscal 2009 to remain positive, with more residential and a few commercial developments. This growth trend should help push taxable value and sales tax upward.

REQUEST FOR INFORMATION

The financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the City's finances. If you have questions about this report or need any additional information, contact the Comptroller at P. O. Box 26569, Benbrook, Texas 76126, or call (817) 249-3000.





BASIC FINANCIAL STATEMENTS



**CITY OF BENBROOK, TEXAS
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2008**

	Primary Government Governmental Activities
ASSETS	
Deposits & Investments	\$ 13,209,317
Receivables (net of allowance for uncollectibles)	
Property Tax	233,505
Sales Tax	174,231
Special Assessments	20,426
Accounts	19,242
Net Investment in Direct Financing Lease (DFL)	2,949,516
Deferred Charges	128,151
Investment in Joint Venture	261,597
Capital Assets	
Land	5,301,615
ROW	9,821,372
Buildings	7,110,322
Infrastructure	69,800,367
Equipment	4,055,853
Construction in progress	2,899,446
Accumulated depreciation	(45,442,770)
Total Assets	\$ 70,542,190
LIABILITIES	
Accounts Payable & Other Accrued Liabilities	\$ 527,595
Accrued Interest Payable	72,738
Deposits	69,657
Noncurrent Liabilities	
Due Within One Year	4,860,234
Due in More Than One Year	16,468,727
Total Liabilities	21,998,951
NET ASSETS	
Invested in Capital Assets (net of related debt)	35,121,433
Restricted for	
Debt Service	700,948
Economic Development	3,473,231
Unrestricted	9,247,627
Total Net Assets	\$ 48,543,239

Notes to the financial statements
are an integral part of this statement

**CITY OF BENBROOK, TEXAS
STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2008**

Program Activities	Expenses	Program Revenues			Net (Expenses) Revenue & Changes in Net Assets Primary Government
		Fees, Fines & Charges For Services	Operating Grants & Contributions	Capital Grant & Contributions	
Governmental Activities					
General Government	\$ 1,284,710	\$ -	\$ -	\$ -	\$ (1,284,710)
Staff Services	560,179	-	-	-	(560,179)
Public Safety	7,060,466	1,073,810	426,790	-	(5,559,866)
Public Services	3,936,346	85,344	-	10,500	(3,840,502)
Community Development	1,860,807	305,281	-	-	(1,555,526)
Interest on long-term debt	986,769	-	-	-	(986,769)
Total Governmental Activities	15,689,277	1,464,435	426,790	10,500	(13,787,552)
General Revenues					
Taxes					
Ad Valorem					8,893,298
Franchise					1,382,773
Sales & Other					2,678,083
Use of Money & Property					738,482
Miscellaneous					1,351,180
Total General Revenues					15,043,816
Changes in Net Assets					1,256,264
Net Assets – Beginning					47,286,975
Net Assets – Ending					<u>\$ 48,543,239</u>

Notes to the financial statements
are an integral part of this statement

**CITY OF BENBROOK, TEXAS
BALANCE SHEET – GOVERNMENTAL FUNDS
SEPTEMBER 30, 2008**

ASSETS										
	General	Economic Development	Debt Service	Capital Projects Drainage	Capital Projects TIF	Capital Projects CVA	Capital Projects Storm Water	Other Governmental Funds	Total Governmental Funds	
Deposits & Investments	\$ 7,454,857	\$ 476,581	\$ 546,747	\$ 340,459	\$ -	\$ 1,397,581	\$ 1,814,679	\$ 1,178,413	\$ 13,209,317	
Receivables (net of allowances for uncollectibles)										
Property Tax	209,594	-	23,911	-	-	-	-	-	233,505	
Sales Tax	116,567	57,664	-	-	-	-	-	-	174,231	
Special Assessments	-	-	-	-	-	-	-	20,426	20,426	
Accounts	19,242	-	-	-	-	-	-	-	19,242	
Net Investment in Direct Financing Lease	-	2,949,516	-	-	-	-	-	-	2,949,516	
Due From Other Funds	56,284	-	203,028	-	-	-	-	-	259,312	
TOTAL ASSETS	\$ 7,856,544	\$ 3,483,761	\$ 773,686	\$ 340,459	\$ -	\$ 1,397,581	\$ 1,814,679	\$ 1,198,839	\$ 16,865,549	
LIABILITIES & FUND BALANCES										
Liabilities										
Accounts Payable	\$ 277,531	\$ 8,659	\$ -	\$ 132,547	\$ -	\$ -	\$ -	\$ 108,858	\$ 527,595	
Advance Payments & Deposits	69,657	-	-	-	-	-	-	-	69,657	
Due to Other Funds	-	1,871	-	-	231,555	-	-	25,886	259,312	
Deferred Revenues	169,452	2,949,516	17,315	-	-	-	-	20,161	3,156,444	
Total Liabilities	516,640	2,960,046	17,315	132,547	231,555	-	-	154,905	4,013,008	
Fund Balances (Deficit)										
Reserved for Debt Service	-	-	756,371	-	-	-	-	-	756,371	
Reserved for Economic Development	-	523,715	-	-	-	-	-	-	523,715	
Reserved for City Promotions	-	-	-	-	-	-	-	429,188	429,188	
Reserved for Worker's Comp	260,915	-	-	-	-	-	-	-	260,915	
Reserved for Capital Projects	-	-	-	207,912	(231,555)	-	1,814,679	273,673	2,064,709	
Reserved for Public Safety	-	-	-	-	-	-	-	264,473	264,473	
Unreserved										
General	7,078,989	-	-	-	-	-	-	-	7,078,989	
Capital Projects	-	-	-	-	-	1,397,581	-	76,600	1,474,181	
Total Fund Balances (Deficit)	7,339,904	523,715	756,371	207,912	(231,555)	1,397,581	1,814,679	1,043,934	12,852,541	
TOTAL LIABILITIES & FUND BALANCES (DEFICIT)	\$ 7,856,544	\$ 3,483,761	\$ 773,686	\$ 340,459	\$ -	\$ 1,397,581	\$ 1,814,679	\$ 1,198,839	\$ 16,865,549	

Notes to the financial statements
are an integral part of this statement

**CITY OF BENBROOK, TEXAS
BALANCE SHEET – GOVERNMENTAL FUNDS
SEPTEMBER 30, 2008**

Total fund balances – governmental funds	\$ 12,852,541
Amounts reported for governmental activities in the statement of activities are different because:	
Investment in joint venture is not a current financial resource and, therefore, is not reported in the governmental funds balance sheet.	261,597
Capital Assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds	53,546,205
Costs associated with the issuance of governmental long-term debt are expensed when incurred in the fund statements and capitalized and amortized over the life of the debt in the government-wide financial	128,151
Interest payable on long term debt does not require current financial resources; therefore interest payable is not reported as a liability in the governmental funds balance sheet.	(72,738)
Revenues earned but not available within sixty days of the year end are not recognized as revenue on the fund financial statements.	3,156,444
Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in the fund financial	(20,320,743)
Accrued sick and vacation time does not require current financial resources and is not included on the governmental funds balance sheet.	<u>(1,008,218)</u>
Net Assets of Governmental Activities	<u><u>\$ 48,543,239</u></u>

Notes to the financial statements
are an integral part of this statement

**CITY OF BENBROOK, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

REVENUES	General	Economic Development	Debt Service	Capital Projects Drainage	Capital Projects TIF	Capital Projects CVA	Capital Projects Storm Water	Other Governmental Funds	Total Governmental Funds
Taxes									
Property	\$ 7,671,745	\$ -	\$ 1,260,346	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,932,091
Franchise	1,364,212	-	-	-	-	-	-	18,561	1,382,773
Sales & Other	1,701,773	845,447	-	-	-	-	-	130,863	2,678,083
Licenses, Permits & Filing Fees	305,281	-	-	-	-	-	-	-	305,281
Fines & Forfeitures	409,849	-	-	-	-	-	879,775	-	1,289,624
Use of Money & Property	443,231	81,581	-	30,968	-	110,123	11,285	61,294	738,482
Proceeds of Direct Financing Lease	-	196,651	-	-	-	-	-	-	196,651
Charges for Services	702,204	-	-	-	-	-	-	-	702,204
Other Revenues	300,539	23,942	-	-	376,000	-	-	342,723	1,043,204
Total Revenues	12,898,834	1,147,621	1,260,346	30,968	376,000	110,123	891,060	553,441	17,268,393
EXPENDITURES									
Current									
General Government	1,264,919	-	-	-	-	-	-	-	1,264,919
Staff Services	558,139	-	-	-	-	-	-	-	558,139
Public Safety	6,441,301	-	-	-	-	-	-	217,469	6,658,770
Public Service	2,590,202	-	-	-	-	-	-	1,112	2,591,314
Community Development	882,539	-	-	-	-	-	-	179,710	1,062,249
Economic Development	-	767,868	-	-	-	-	-	-	767,868
Community Promotions	-	-	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-	-
Principal	-	84,773	523,246	-	125,000	-	45,000	-	778,019
Interest & Other Fees	-	347,610	513,606	-	76,344	-	31,381	-	968,941
Debt Issuance Costs	-	-	-	-	-	-	35,000	-	35,000
Capital Outlay	187,704	268,760	-	997,056	140,177	-	-	282,725	1,876,422
Total Expenditures	11,924,804	1,489,011	1,036,852	997,056	341,521	-	111,381	681,016	16,561,641
Excess of Revenues Over (Under) Expenditures	974,030	(321,390)	223,494	(966,088)	34,479	110,123	779,679	(127,575)	706,752
OTHER FINANCING SOURCES (USES)									
Issuance of Debt – Notes Payable	-	-	-	-	-	-	1,035,000	-	1,035,000
Transfers in	-	-	-	-	-	-	-	1,657	1,657
Transfers out	(1,657)	-	-	-	-	-	-	-	(1,657)
Total Other Financing Sources (Uses)	(1,657)	-	-	-	-	-	1,035,000	1,657	1,035,000
Net Change in Fund Balance	972,373	(321,390)	223,494	(966,088)	34,479	110,123	1,814,679	(125,918)	1,741,752
Fund Balances – Beginning	6,367,531	845,105	532,877	1,174,000	(266,034)	1,287,458	-	1,169,852	11,110,789
Fund Balances (Deficit) - Ending	\$ 7,339,904	\$ 523,715	\$ 756,371	\$ 207,912	\$ (231,555)	\$ 1,397,581	\$ 1,814,679	\$ 1,043,934	\$ 12,852,541

Notes to the financial statements
are an integral part of this statement

**CITY OF BENBROOK, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE NET CHANGE IN NET ASSETS
OF GOVERNMENTAL ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

Net change in fund balances – total governmental funds	\$ 1,741,752
--------------------------------------------------------	--------------

Amounts reported for governmental activities in the statement of activities are different because:

Investment in joint venture reported in the statement of net assets does not require the use of current financial resources; therefore, the current year net income or loss in the investment is not reported in the governmental funds.	(13,403)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of capital assets recorded in the current period	1,791,191
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Depreciation expense on capital assets is reported in the statement of activities, and does not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditures in the governmental funds.	(1,585,126)
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Net book value of capital assets disposed.	(5,201)
--------------------------------------------	---------

Proceeds from long term debt provide current financial resources to governmental funds, but issuing debt increases long term liabilities in the statement of net assets.	(1,035,000)
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The issuance of long term debt (e.g. bonds and notes) provides current financial resources to governmental funds, while the repayment of the principal of long term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount includes principal paid on long term debt and accreted interest.	797,303
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Current year changes in accrued interest payable do not require the use of current financial resources; therefore, are not reported as expenditures in governmental funds.	(2,112)
----------------------------------------------------------------------------------------------------------------------------------------------------------------------------	---------

The expense for compensated absences reported in the statement of activities does not require the use of current financial resources, therefore, the expense is not reported as expenditures in the governmental funds.	(110,288)
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Certain revenues reported in the governmental funds are not reported in the government-wide statement of activities.	(322,852)
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Net Change in Net Assets of Governmental Activities	<u>\$ 1,256,264</u>
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**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. General Statement

The City of Benbrook (the “City”) was incorporated in 1947. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: general government, police and fire protection, street maintenance, building inspection services, recreation, parks operation and maintenance, and maintenance and operation of City-owned buildings.

The accounting and reporting policies of the City relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled *Audits of State and Local Governmental Units* and by the Financial Accounting Standards Board (when applicable).

B. Financial Reporting Entity

As required by accounting principals generally accepted in the United States of America, these financial statements include the primary government and organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

A primary government has the ability to impose its will on an organization if it can significantly influence the programs, projects, or activities of, or the level of services performed or provided by, the organization. A financial benefit or burden relationship exists if the primary government (a) is entitled to the organization's resources; (b) is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization; or (c) is obligated in some manner for the debt of the organization. Some organizations are included as component units because of their fiscal dependency on the primary government.

An organization is fiscally dependent on the primary government if it is unable to adopt its budget, levy taxes, set rates or charges, or issue bonded debt without approval by the primary government. Complete financial statements for the individual component units may be obtained at the City's office.

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

B. Financial Reporting Entity – Continued

The following entity was found to be a component unit of the City and is included in the combined financial statements:

Blended Component Unit – The Benbrook Economic Development Corporation (EDC) was created for the purpose of promoting economic development within the City. The board of directors is substantively the same as that of the City Council. All board members are appointed by the City Council. The EDC is authorized to sell bonds or other forms of indebtedness. Upon dissolution of the EDC, the assets of the EDC shall be distributed to the City. The EDC provides services to the City and its residents. It is our opinion (the staff, City attorney and the independent auditor) that a blended presentation should be used to report the financial information of the component unit. Financial information for the component unit can be obtained from the entity's administrative office at 911 Winscott Road, Benbrook, Texas 76126.

C. Basis of Presentation

The government-wide financial statements (the statement of net assets and the statement of activities) report information on all of the activities of the City. The effect of interfund activity, within the governmental columns, has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given program and 2) operating or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements:

The City segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental activities. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The City has presented the following major governmental funds:

General Fund

The General Fund is the main operating fund of the City. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

C. Basis of Presentation – Continued

General Fund – Continued

that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

Economic Development Fund

The Economic Development Fund is used to account for the accumulation of financial resources to promote economic development within the City. The fund balance is reserved to signify the amounts are restricted for the development and improvements that will promote economic growth.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of financial resources for the payment of principal, interest and related costs on general long-term debt paid primarily from taxes levied by the City. The fund balance of the Debt Service Fund is reserved to signify the amounts that are restricted exclusively for debt service expenditures.

Capital Project Drainage Fund

The Capital Project Drainage Fund is used to account for funds received and expended for the construction and renovation of major improvements projects that must be financed over several years.

Capital Project Tax Increment Financing (TIF) Fund

The Capital Project TIF Fund is used to account for funds received and expended for the construction of major improvements that must be financed over several years and located within the TIF boundaries.

Capital Project Core Value Account (CVA)

Capital Project CVA is used to account for proceeds from natural gas leases and 30 percent of the annual sales tax increase. Expenses will be determined by a super majority of the City Council.

Capital Project Storm Water Fund

Capital Project Storm Water Fund is used to account for funds received from storm water fees and amounts expended for constructing, installing and acquiring storm water drainage improvements, and the acquisition of land and interest in land and properties for such projects.

D. Measurement Focus and Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

D. Measurement Focus and Basis of Accounting – Continued

The government-wide statements are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all

assets and liabilities (whether current or non-current) are included on the statement of net assets and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized at the time the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers receivables collected within sixty days after year-end to be available and recognizes them as revenues of the current year. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

The revenues susceptible to accrual are property taxes, franchise fees, licenses, charges for service, interest income and intergovernmental revenues. Sales taxes collected and held by the state at year end on behalf of the government are also recognized as revenue. All other governmental fund revenues are recognized when received.

E. Cash and Investments

Cash of all funds except for some Special Revenue Funds, including restricted cash, is pooled into common pooled accounts in order to maximize investment opportunities. Each fund whose monies are deposited in the pooled cash accounts has equity therein, and interest earned on the investment of these monies is allocated based upon relative equity at month end. An individual fund's pooled Cash and Investments are available upon demand and are considered to be "cash equivalents" when preparing these financial statements. In addition, any marketable securities not included in the common pooled accounts that are purchased with a maturity of ninety days or less are also considered "cash equivalents".

All investments are recorded at fair value based on quoted market prices. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties.

State statutes authorize the City to invest in obligations of the U.S. Government or its agencies; obligations of the State of Texas or its agencies; and certain other obligations, repurchase agreements, money market mutual funds and certificates of deposits within established criterion.

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

F. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental activities columns in the government-wide financial statements. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest has not been capitalized during the construction period on property, plant and equipment.

Assets capitalized, not including infrastructure assets, have an original cost of \$5,000 or more and over one year of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Buildings	40 Years
Infrastructure	10-50 Years
Equipment	5-20 Years

G. Accumulated Vacation, Compensated Time and Sick Leave

City policy allows civil service employees to accumulate 120 hours of sick leave per year and accrue it on an unlimited basis. Civil service employees with one full year of employment are entitled to be paid up to 90 days for unused sick leave upon termination. Non-civil service employees may accrue up to 480 hours of unused sick leave. Non-civil service employees may be paid up to 20 days for unused sick time based on years of service and certain other criteria. Employees with less than 5 years of service earn 10 vacation days while employees with more than 5 years service earn 15 vacations days per year. Non-civil service employees may accumulate two times the current number of vacation days earned per year, up to a maximum of 30 days. All earned vacation leave not taken within one year of its accumulation will be forfeited by civil service employees.

H. Nature and Purpose of Restrictions and Designations of Fund Equity

The City classifies fund balances as follows:

1. Reservations – used to denote that portion of fund equity, which is not appropriable for expenditures or is legally segregated for specific future use.
 - a. Reserved for debt service represents that portion of fund equity legally restricted to retirement of long term principal and interest.
 - b. Reserved for economic development and city promotions represents amounts that are legally restricted because of the revenue source.
 - c. Reserved for capital projects represents a portion of fund balance acquired through the issuance of long term debt which has been reserved for the acquisition of or construction of certain previously designated capital improvements.

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

H. Nature and Purpose of Restrictions and Designations of Fund Equity – Continued

The City classifies fund balances as follows:

- d. Reserved for public safety represents amounts that are legally restricted because of the source of the funds.
- e. Reserved for worker's compensation represent the accumulated savings the City has realized over the years due to partial self-funding of worker's compensation.
- 2. Unreserved - used to denote that portion of fund equity that is available for appropriation.

I. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

NOTE 2 – CASH AND INVESTMENTS

Cash and investments as of September 30, 2008 consist of the following:

Deposits with financial institutions	\$ 4,403,365
Investments	<u>8,805,952</u>
	<u>\$13,209,317</u>

Disclosure Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity, of an investment, the greater the sensitivity of its fair value to changes in the market interest rates. One of the ways that the City manages its exposure to interest rate risk is by investing in investment pools which purchase a combination of shorter term investments with an average maturity of less than 30 days thus reducing the interest rate risk. The City monitors the interest rate risk inherent in its portfolio by measuring the weighted average maturity (WAM) of its portfolio. The City has no specific limitations with respect to this metric.

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 2 – CASH AND INVESTMENTS – CONTINUED

As of September 30, 2008 the City had the following investments:

<u>Investment Type</u>	<u>Amount</u>	<u>WAM</u>
TexPool	\$ 5,970,916	42
TexSTAR	<u>2,835,036</u>	35
	<u>\$ 8,805,952</u>	

As of September 30, 2008 the City did not invest in any securities which are highly sensitive to interest rate fluctuations.

Disclosure Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating firm. Presented below are the minimum ratings required by the Public Funds Investment Act (where applicable), the City's investment policy, or debt agreements, and the actual rating as of year end for each investment type.

<u>Investment Type</u>	<u>Amount</u>	<u>Rating</u>
TexPool	\$ 5,970,916	AAAm
TexSTAR	<u>2,835,036</u>	AAA
	<u>\$ 8,805,952</u>	

Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer. At year end, other than external investment pools, the City did not have 5% or more of its investments with one issuer.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Public Funds Investment Act and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments other than the following provision for deposits.

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 2 – CASH AND INVESTMENTS – CONTINUED

Investment in State Investment Pools

The Public Funds Investment Act requires that a financial institution secure deposits made by state or local governments by pledging securities in an undivided collateral pool held by a depository regulated under state law. The market value of the pledged securities in the collateral pool must equal at least the bank balance less the FDIC insurance at all times.

As of September 30, 2008 the carrying amount of the City's cash on hand was \$4,403,365 and the bank balance was \$4,590,364. Of the bank balance, \$200,000 was covered by depository insurance while the remaining \$4,390,364 was covered by collateral with a value of \$7,251,922. This collateral is held by the Federal Reserve Bank of Dallas in the City's name under joint safekeeping agreements with the pledging institutions.

The City of Benbrook is a voluntary participant in TexPool and TexSTAR, two external investment pools.

The State Comptroller of Public Accounts exercises responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in the pools and other persons who do not have a business relationship with the pools.

TexSTAR was created in April 2002 by contract among its participating governmental units and is governed by a board of directors that include participants in the pool as well as other persons. J P Morgan Asset Management and First Southwest Asset Management act as co-administrators, providing investment management services, participant services and marketing. The pool operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. The pool uses amortized cost rather than market value to report net assets to compute share price. Accordingly, the fair value of the position in the pool is the same as the value of the pool shares.

CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

NOTE 3 – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2008, was as follows:

	Balance October 1	Additions/ Completions	Retirements/ Adjustments	Balance September 30
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 5,579,125	\$ -	\$ 277,510	\$ 5,301,615
ROW	9,821,372	-	-	9,821,372
Construction in progress	<u>1,940,633</u>	<u>1,279,780</u>	<u>320,967</u>	<u>2,899,446</u>
Total capital assets not being depreciated	<u>17,341,130</u>	<u>1,279,780</u>	<u>598,477</u>	<u>18,022,433</u>
Capital assets being depreciated				
Buildings	7,110,322	-	-	7,110,322
Infrastructure	69,210,640	589,727	-	69,800,367
Equipment	<u>3,853,568</u>	<u>242,651</u>	<u>40,366</u>	<u>4,055,853</u>
Total capital assets being depreciated	<u>80,174,530</u>	<u>832,378</u>	<u>40,366</u>	<u>80,966,542</u>
Less accumulated depreciation				
Buildings	3,400,020	211,892	-	3,611,912
Infrastructure	39,095,486	1,162,299	-	40,257,785
Equipment	<u>1,399,813</u>	<u>210,935</u>	<u>37,675</u>	<u>1,573,073</u>
Total accumulated depreciation	<u>43,895,319</u>	<u>1,585,126</u>	<u>37,675</u>	<u>45,442,770</u>
Total capital assets being depreciated, net	<u>36,279,211</u>	<u>(752,748)</u>	<u>2,691</u>	<u>35,523,772</u>
Governmental activities capital assets, net	<u>\$ 53,620,341</u>	<u>\$ 527,032</u>	<u>\$ 601,168</u>	<u>\$ 53,546,205</u>

Depreciation expense was charged as direct expense to programs of the primary government as follows:

Governmental Activities	
General Government	\$ 18,057
Public Safety	217,329
Public Services	1,341,106
Community Development	4,875
Economic Development	<u>3,759</u>
Total Depreciation Expense-Governmental Activities	<u>\$ 1,585,126</u>

CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

NOTE 3 – CAPITAL ASSETS – CONTINUED

The City has active construction projects as of September 30, 2008. Total commitments for ongoing capital projects are composed of the following:

Drainage Improvements	\$ 912,491
Traffic Signal Improvements	226,186

NOTE 4 – LONG-TERM DEBT

At September 30, 2008, the City's bonds payable consisted of the following:

	<u>Governmental</u>
2000 G O bonds dated April 15, 2000, for street & drainage improvements, due in annual installments through February 1, 2010, interest rates of 5.40% to 7%	\$ 135,000
2002 G O bonds dated April 15, 2002, issued for street & drainage improvements, due in annual installments through February 1, 2022, interest rates of 4.40% to 7.40%	3,010,000
2004 G O bonds dated May 15, 2004, issued for drainage improvements, due in annual installments through February 1, 2025, interest rates of 4.30% to 5%	3,450,000
2005 G O bonds dated August 2, 2005, issued for drainage improvements, due in annual installments through February 1, 2020, interest rates of 3.49% to 7%	4,695,000
2005 TIF bonds dated August 4, 2005, issued for sewer line and street improvements, due in annual installments through February 1, 2021, interest rate of 3.49%.	2,125,000
2008 Storm Water C O bonds dated December 1, 2007 for storm water improvements, due in annual installments through February 1, 2027 interest rate of 4.04%	<u>990,000</u>
Total Bonds Payable	<u>\$ 14,405,000</u>

The following is a summary of long-term debt transactions of the City for the year ended September 30, 2008:

	<u>Balance October 1</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance September 30</u>	<u>Due Within One Year</u>
Governmental Type Activities					
General Obligation Bonds	\$ 11,810,000	\$ -	\$ 520,000	\$ 11,290,000	\$ 545,000
Certificate of Obligation	2,250,000	1,035,000	170,000	3,115,000	165,000
Long Term Notes Payable	6,085,105		88,019	5,997,086	3,933,031
Compensated Absences	897,930	547,555	437,267	1,008,218	223,928
Deferred Loss on Refunding	(88,068)	6,725	-	(81,343)	(6,725)
Total Governmental Activities	<u>\$ 20,954,967</u>	<u>\$ 1,589,280</u>	<u>\$ 1,215,286</u>	<u>\$ 21,328,961</u>	<u>\$ 4,860,234</u>

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 4 – LONG-TERM DEBT – CONTINUED

General Obligation Bonds and Certificates of Obligation

The City issues general obligation bonds and certificates of obligation. General obligation bonds and certificates of obligation are direct obligations of the City and pledge the full faith and credit of the City.

On October 23, 2007, the City issued \$1,035,000 in Combination Tax and Revenue Certificates of Obligation. The certificates of obligations were issued for the purposes of constructing, installing and acquiring storm water drainage improvements, and the acquisition of land and interest in land and properties for such projects. The Certificates of Obligation will be repaid from storm water fees adopted by the City Council and are scheduled to mature on February 1, 2027.

Long Term Notes Payable

The City entered into an agreement with the Corps of Engineers to construct recreational facilities at Benbrook Lake. The City had to repay one half the total funds borrowed over a 50 year period. The EDC has issued two long term notes totaling \$5,857,616.

Capitalized Leases

The City has used leases to purchase capital equipment when the issuance of other debt was not feasible. There were no outstanding capitalized leases at year-end.

Compensated Absences

Compensated absences represented the estimated liability for employees' accrued vacation and sick leave for which employees are entitled to be paid upon termination. The retirement of this liability is from the General Fund.

CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

NOTE 4 – LONG-TERM DEBT – CONTINUED

Annual requirements to amortize all debts outstanding as of September 30, 2008, are as follows:

General Obligation Bonds

General Obligation Bonds Year Ending September 30	Governmental Activities		
	Principal	Interest	Total
2009	\$ 545,000	\$ 474,035	\$ 1,019,035
2010	570,000	447,110	1,017,110
2011	595,000	421,568	1,016,568
2012	620,000	397,154	1,017,154
2013	655,000	371,484	1,026,484
2014-2018	3,725,000	1,433,135	5,158,135
2019-2023	4,015,000	565,812	4,580,812
2024-2025	565,000	27,767	592,767
	<u>\$ 11,290,000</u>	<u>\$ 4,138,065</u>	<u>\$ 15,428,065</u>

Certificate of Obligations

Certificate of Obligations Year Ending September 30	Governmental Activities		
	Principal	Interest	Total
2009	\$ 165,000	\$ 111,183	\$ 276,183
2010	170,000	105,145	275,145
2011	180,000	98,831	278,831
2012	185,000	92,242	277,242
2013	190,000	85,478	275,478
2014-2018	1,080,000	315,502	1,395,502
2019-2023	865,000	116,838	981,838
2024-2027	280,000	23,230	303,230
	<u>\$ 3,115,000</u>	<u>\$ 948,449</u>	<u>\$ 4,063,449</u>

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 4 – LONG-TERM DEBT – CONTINUED

Annual requirements to amortize all debts outstanding as of September 30, 2008, are as follows:

Notes Payable

Notes Payable Year Ending September 30	Governmental Activities		
	Principal	Interest	Total
2009	\$ 3,933,231	\$ 247,600	\$ 4,180,831
2010	98,419	110,412	208,831
2011	103,895	104,936	208,831
2012	109,418	99,413	208,831
2013	115,764	93,066	208,830
2014-2018	682,731	361,421	1,044,152
2019-2023	895,196	148,957	1,044,153
2024-2028	42,965	14,222	57,187
2029-2033	15,467	2,767	18,234
	<u>\$ 5,997,086</u>	<u>\$ 1,182,794</u>	<u>\$ 7,179,880</u>

NOTE 5 – PROPERTY TAX

Property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business property located in the City. Taxable assessed value represents the appraisal value less applicable exemptions authorized by the City Council.

Taxes are due on October 1, the levy date, and are delinquent after the following January 31. Tax liens are automatic on January 1, each year. Penalties and interest are included for any payment received after January 31. Penalties start at 6% of the outstanding balance, respectively and increase to 12% for payments received after July 1. Interest increases 1% for each month the balance is outstanding after January 31.

Property taxes at the fund level are recorded as receivables and deferred revenues at the time the taxes are assessed. Revenues are recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible in time to be a resource for payment of obligations incurred during the fiscal year and therefore susceptible to accrual have been recognized as revenue. Property taxes are recorded net of the allowance for uncollectible taxes (\$147,392 for the General Fund and \$16,815 for the Debt Service Fund). The allowance is evaluated annually based upon analysis of historical trends, current economic conditions and other pertinent factors. Uncollectible personal property taxes are written off upon expiration of the five year statute of limitations.

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 6 – PENSION PLAN

Plan Description

The City of Benbrook provides pension benefits for all of its full-time employees through a nontraditional, joint contributory, hybrid defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS), one of 821 administered by TMRS, an agent multiple-employer public employee retirement system. Benefits depend upon the sum of the employee's contributions to the plan, with interest, and City-financed monetary credits, with interest. At the date the plan began, the City granted monetary credits for service rendered before the plan began of a theoretical amount equal to two times what would have been contributed by the employee, with interest, prior to establishment of the plan. Monetary credits for service since the plan began are a percent (200%) of the employee's accumulated contributions. In addition, the City can grant as often as annually another type of monetary credit referred to as an updated service credit which is a theoretical amount which, when added to the employee's accumulated contributions and the monetary credits for service since the plan began, would be the total monetary credits and employee contributions accumulated with interest if the current employee contribution rate and the City matching percent had always been in existence and if the employee's salary had always been the average of his salary in the last three years that are one year before the effective date. At retirement, the benefit is calculated as if the sum of the employee's accumulated contributions with interest and the employer-financed monetary credits with interest were used to purchase an annuity.

The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS and within the actuarial constraints also in the statutes. Plan provisions for the City were as follows:

Deposit rate	7%
Matching ratio (City to employee)	2-1
A member is vested after	5 years

Members can retire at certain ages, based on the years of service with the City. The Service Retirement Eligibilities for the city are 5 years at 60 years of age, or 20 years at any age.

Contributions

Under the state law governing TMRS, the actuary annually determines the City contribution rate. This rate consists of the normal cost contribution rate and the prior service contribution rate, both of which are calculated to be a level percent of payroll from year to year. The normal cost contribution rate finances the currently accruing monetary credits due to the City matching percent, which are the obligation of the City as of an employee's retirement date, not at the time the employee's contributions are made. The normal cost contribution rate is the actuarially determined percent of payroll necessary to satisfy the obligation of the City to each employee at the time his/her retirement becomes effective. The prior service contribution rate amortizes the unfunded (over funded) actuarial liability (asset) over the remainder of the plan's 25 year amortization period. The unit credit actuarial cost method is used for determining the City contribution rate. Both the employees and the City make contributions monthly.

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 6 – PENSION PLAN – CONTINUED

Contributions – Continued

Since the City needs to know its contribution rate in advance for budgetary purposes, there is a one-year delay between the actuarial valuation that is the basis for the rate and the calendar year when the rate goes into effect. (i.e. December 31, 2007 valuation is effective for rates beginning January 2008)

The following is a schedule of actuarial liabilities and funding progress.

Actuarial valuation date	<u>12/31/07</u>
Actuarial value of assets	\$ 14,320,124
Actuarial accrued liability (AAL)	<u>22,747,235</u>
Unfunded actuarial accrued liability (UAAL)	8,427,111
Funded Ratio	62.95%
Annual covered payroll	5,965,049
UAAL as a percentage of covered payroll	141.27%
Funding for the Fiscal Year Ending	09/30/2007
Annual pension cost (APC)	894,959
Percent of APC contributed	<u>100%</u>
Net Pension Obligation	-

Trend information for the past three years for TMRS is as follows:

<u>Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2005	\$ 776,549	100%	\$ -
2006	815,429	100	-
2007	894,959	100	-

**CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS**

NOTE 6 – PENSION PLAN – CONTINUED

The following actuarial assumptions were used:

Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Percent of Payroll
Remaining Amortization	30 years – closed period
Asset Valuation Method	Amortized Cost
Investment Rate of Return	7%
Projected Salary Increases	Varies by age and service
Includes Inflation at	3%
Cost of Living Adjustments	2.1%

The City is one of 821 municipalities having the benefit plan administered by TMRS. Each of the 821 municipalities has an annual, individual actuarial valuation performed. All assumptions for the December 31, 2007 valuations are contained in the 2007 TMRS Comprehensive Annual Financial Report, a copy of which may be obtained by writing to P.O. Box 149153, Austin, Texas 78714-9153.

At the December, 2007 TMRS meeting, the TMRS Board Formally voted to transition to the Projected Unit Credits with a closed amortization period effective for the December 31, 2007 valuation. This change in actuarial methodology will affect the City's funded status to be reported in our September 30, 2008 financial statements. This change will require a higher rate for the City beginning January, 2009.

NOTE 7 – COMMITMENTS

In January 1983, the City entered into a contract for garbage disposal collection with a third party. Under the terms of the agreement, the City receives a franchise fee of 20.9 percent on residential and 10 percent on commercial collections.

NOTE 8 – INTERFUND ACTIVITY

Interfund receivables/payables consist of the following as of September 30, 2008.

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Economic Development	\$ 1,871
General Fund	Capital Projects – TIF	28,527
General Fund	Special Revenue Fund	25,886
Debt Service Fund	Capital Projects -TIF	<u>203,028</u>
		<u>\$ 259,312</u>

Fund advances are primarily used as follows:

- The General Fund to Economic Development and Special Revenue for payroll advances
- The General Fund to Capital Projects – TIF to cover all shortages
- The Debt Service Fund to Capital Projects – TIF for payment of debt obligations.

CITY OF BENBROOK, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

NOTE 9 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City insures its buildings and contents, law enforcement liability, public officials' liability, general liability and auto liability under a renewable one year policy with the Texas Municipal League. The City insures its workers compensation risk by participating in the Texas Municipal League Intergovernmental Risk Pool which is a self-insurance policy mechanism for political subdivisions in Texas. Rates are set by the State Insurance Board. Each participant's contribution to the pool is adjusted based on its workers' compensation history. The City is responsible only to the extent of premiums paid and contributions made to Texas Municipal League and the Intergovernmental Risk Pool. There have been no significant changes in insurance coverage as compared to last year and settlements have not exceeded coverage in each of the past three fiscal years.
and 10 percent on commercial collections.

NOTE 10 – JOINT VENTURE

The Benbrook Economic Development Corporation ("EDC") acquired a 55.0307% ownership interest in a limited partnership. The limited partnership was created primarily to manufacture, purchase or otherwise acquire, invest in, own, mortgage, pledge, sell, assign, and transfer or otherwise dispose of, trade, deal in and with goods, services, merchandise and personal property of every class and description. The EDC is responsible for the management and operation of the limited partnership's affairs.

The partnership agreement required the EDC to make a capital contribution of land valued at \$275,000. The EDC may be required to contribute additional amounts to cover the partnership's expenses but contributions are expected to decrease in the future as revenues increase. Complete financial statements can be obtained from the EDC at 911 Winscott Road, Benbrook, Texas.

The following is summary financial information of the joint venture at and for the year ended September 30, 2008.

Assets	\$ 1,183,720
Liabilities	<u>694,135</u>
Equity	<u><u>\$ 489,585</u></u>
Revenues	\$ 4,075
Expense	<u>28,430</u>
Net loss	<u><u>\$ (24,355)</u></u>



REQUIRED SUPPLEMENTARY INFORMATION

CITY OF BENBROOK, TEXAS***Required Supplementary Information******Schedule of Funding Progress for Participants in Texas Municipal Retirement System******September 30, 2008***

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability</u>	<u>Percentage Funded</u>	<u>Unfunded (UAAL)</u>	<u>Annual Covered Payroll (ACP)</u>	<u>Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll</u>
12/31/2005	\$ 13,749,491	\$ 18,212,572	75.49%	\$ 4,463,081	\$ 5,457,700	81.78%
12/31/2006	15,059,570	20,049,353	75.11%	4,989,783	5,712,998	87.34%
12/31/2007	14,320,124	22,747,235	62.95%	8,427,111	5,965,049	141.27%

CITY OF BENBROOK, TEXAS
General Fund
Budgetary Comparison Schedule
Year Ended September 30, 2008

	Budget Amounts		Actual	Variance with
	Original	Final	GAAP	Final Budget
			Basis	Positive or
				(Negative)
Revenues				
Taxes	\$ 10,652,064	\$ 10,652,064	\$ 10,737,730	\$ 85,666
Licenses, Permits & Filing Fees	419,000	419,000	305,281	(113,719)
Fines & Forfeitures	333,500	333,500	409,849	76,349
Use of Money & Property	377,500	377,500	443,231	65,731
Charges for Services	641,400	641,400	702,204	60,804
Other Revenues	242,100	242,100	300,539	58,439
Total Revenues	<u>\$ 12,665,564</u>	<u>\$ 12,665,564</u>	<u>\$ 12,898,834</u>	<u>\$ 233,270</u>
Expenditures				
Current				
General Government	1,262,083	1,264,919	1,264,919	-
Staff Services	589,866	589,866	558,139	31,727
Public Safety	6,846,308	6,843,472	6,441,301	402,171
Public Services	2,633,442	2,633,442	2,590,202	43,240
Community Development	927,465	927,465	882,539	44,926
Capital Outlay	197,838	197,838	187,704	10,134
Total Expenditures	12,457,002	12,457,002	11,924,804	532,198
Excess of Revenues over (under)				
Expenditures	<u>208,562</u>	<u>208,562</u>	<u>974,030</u>	<u>765,468</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>-</u>	<u>-</u>	<u>(1,657)</u>	<u>(1,657)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(1,657)</u>	<u>(1,657)</u>
Net Change in Fund Balance	208,562	208,562	972,373	763,811
Fund Balance - Beginning	<u>6,367,531</u>	<u>6,367,531</u>	<u>6,367,531</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 6,576,093</u>	<u>\$ 6,576,093</u>	<u>\$ 7,339,904</u>	<u>\$ 763,811</u>

CITY OF BENBROOK, TEXAS
Notes to Required Supplementary Information

NOTE 1 – BUDGETARY CONTROLS

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to September 1, the City Manager submits a proposed operating budget to the City Council for the ensuing fiscal year. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. The budget is legally enacted through passage of an ordinance.
4. The City Manager is authorized to transfer budget amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund.
6. Encumbrances for goods or purchased services are documented by purchase order or contract. Encumbered amounts lapse at the year end. At year end, encumbrances are cancelled or reappropriated as part of the following budget.

Annual appropriated budgets are consistent with U. S. generally accepted accounting principles and are legally adopted for the general and debt service fund.

All appropriations lapse on September 30 of the fiscal year.

Budgeted amounts are as originally adopted or as amended by the City Council. Individual amendments were not material in relation to the original appropriations, which were adopted.

The Economic Development Corporation (EDC) is not required to legally adopt a budget. As a result, the budgetary comparison is not presented for the EDC.

COMBINING AND INDIVIDUAL FUND STATEMENTS

CITY OF BENBROOK, TEXAS
Combining Balance Sheet
Non-Major Governmental Funds
September 30, 2008

	Special Revenue Funds				Capital Projects Funds			Total Non-Major Governmental Funds
	Hotel Motel Tax	PEG	Public Safety	Total Special Revenue	Buildings	Streets	Special Assessment	Total Capital Projects
Assets								
Deposits & Investments	\$ 438,893	\$ 16,181	\$ 264,473	\$ 719,547	\$ 104,935	\$ 16,539	\$ 337,392	\$ 458,866
Delinquent Assessments	-	-	-	-	-	-	20,426	20,426
Total Assets	<u>\$ 438,893</u>	<u>\$ 16,181</u>	<u>\$ 264,473</u>	<u>\$ 719,547</u>	<u>\$ 104,935</u>	<u>\$ 16,539</u>	<u>\$ 357,818</u>	<u>\$ 1,198,839</u>
Liabilities & Fund Balances								
Liabilities								
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,539	\$ 92,319	\$ 108,858
Advanced Payments & Deposits	-	-	-	-	-	-	-	-
Deferred revenues	-	-	-	-	-	-	20,161	20,161
Due to General Fund	25,886	-	-	25,886	-	-	-	25,886
Total Liabilities	<u>25,886</u>	<u>-</u>	<u>-</u>	<u>25,886</u>	<u>-</u>	<u>16,539</u>	<u>112,480</u>	<u>154,905</u>
Fund Balance								
Reserved for City Promotions	413,007	16,181	-	429,188	-	-	-	429,188
Reserved for Public Safety	-	-	264,473	264,473	-	-	-	264,473
Reserved for Capital Projects	-	-	-	-	104,935	-	168,738	273,673
Unreserved	-	-	-	-	-	-	76,600	76,600
Total Fund Balances	<u>413,007</u>	<u>16,181</u>	<u>264,473</u>	<u>693,661</u>	<u>104,935</u>	<u>-</u>	<u>245,338</u>	<u>1,043,934</u>
Total Liabilities & Fund Balances	<u>\$ 438,893</u>	<u>\$ 16,181</u>	<u>\$ 264,473</u>	<u>\$ 719,547</u>	<u>\$ 104,935</u>	<u>\$ 16,539</u>	<u>\$ 357,818</u>	<u>\$ 1,198,839</u>

CITY OF BENBROOK, TEXAS
Combining Statement of Revenues, Expenditures & Changes in Fund Balance
Non-Major Governmental Funds
Year Ended September 30, 2008

	Special Revenue Funds				Capital Projects Funds					Total Non-Major Governmental Funds
	Hotel Motel Tax	PEG	Public Safety	Total Special Revenue	Buildings	Streets	Special Assessment	Other	Total Capital Projects	
Revenues										
Taxes	\$ 130,863	\$ 18,561	\$ -	\$ 149,424	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 149,424
Fines & Forfeitures	-	-	-	-	-	-	-	-	-	-
Use of Money & Property	10,447	-	41,521	51,968	2,596	6,730	-	-	9,326	61,294
Other Revenues	31,564	-	122,926	154,490	-	10,500	4,372	173,361	188,233	342,723
Total Revenues	172,874	18,561	164,447	355,882	2,596	17,230	4,372	173,361	197,559	553,441
Expenditures										
Current										
City Promotions	86,521	24,358	-	110,879	-	-	-	-	-	110,879
Other	-	-	35,825	35,825	-	-	36,364	175,018	211,382	247,207
Capital Outlay	-	-	40,205	40,205	-	282,725	-	-	282,725	322,930
Total Expenditures	86,521	24,358	76,030	186,909	-	282,725	36,364	175,018	494,107	681,016
Excess of Revenues over (under) Expenditures	86,353	(5,797)	88,417	168,973	2,596	(265,495)	(31,992)	(1,657)	(296,548)	(127,575)
OTHER FINANCING SOURCES (USES)										
Transfers in	-	-	-	-	-	-	-	1,657	1,657	1,657
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	1,657	1,657	1,657
Net Change in Fund Balance	86,353	(5,797)	88,417	168,973	2,596	(265,495)	(31,992)	-	(294,891)	(125,918)
Fund Balance - Beginning	326,654	21,978	176,056	524,688	102,339	265,495	277,330	-	645,164	1,169,852
Fund Balance - Ending	\$ 413,007	\$ 16,181	\$ 264,473	\$ 693,661	\$ 104,935	\$ -	\$ 245,338	\$ -	\$ 350,273	\$ 1,043,934



GENERAL FUND

Used to account for all revenues and expenditures except those required to be accounted for in another fund.

CITY OF BENBROOK, TEXAS
General Fund
Comparative Balance Sheet
September 30, 2008 and 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Deposits & investments		
Cash		
Cash	\$ 400	\$ 400
Super NOW accounts	936,969	184,304
Investments		
TEXPool	3,682,451	3,565,118
TexStar	2,835,037	2,745,704
Receivables		
Property taxes		
Real property	183,864	196,828
Penalty & interest	173,122	185,086
Uncollectible	(147,392)	(157,684)
Sales taxes	116,567	117,459
Accounts	19,242	14,003
Due from Other Funds		
EDC	1,871	15,313
TIF	28,527	63,006
Special Revenue	25,886	-
Total Assets	<u><u>\$ 7,856,544</u></u>	<u><u>\$ 6,929,537</u></u>
LIABILITIES & FUND BALANCES		
Liabilities		
Accounts payable	\$ 275,141	\$ 281,571
Accrued liabilities		
Employee insurance	-	-
Other	2,390	-
Advance payments & deposits		
Taxes	65,802	81,973
Other	3,855	4,555
Deferred revenue	169,452	193,907
Total Liabilities	<u>516,640</u>	<u>562,006</u>
Fund Balances		
Restricted		
For Worker's Compensation	260,915	258,047
Unrestricted	<u>7,078,989</u>	<u>6,109,484</u>
Total Fund Balances	<u>7,339,904</u>	<u>6,367,531</u>
TOTAL LIABILITES & FUND BALANCES	<u><u>\$ 7,856,544</u></u>	<u><u>\$ 6,929,537</u></u>

CITY OF BENBROOK, TEXAS

General Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -

Budget and Actual - Summary

For the Year Ended September 30, 2008

With Comparative Actual Amounts for September 30, 2007

	2008				2007
	Budget Amounts		Actual	Variance with	Actual
	Original	Final	GAAP	Final Budget	GAAP
			Basis	Positive or	Basis
				(Negative)	
Revenues					
Taxes					
Property Taxes	\$ 7,697,164	\$ 7,697,164	\$ 7,671,745	\$ (25,419)	\$ 7,239,441
Franchise Taxes	1,344,500	1,344,500	1,364,212	19,712	1,284,974
Sales & Other Taxes	1,610,400	1,610,400	1,701,773	91,373	1,723,519
Licenses, Permits & Filing Fees					
Licenses	62,300	62,300	46,249	(16,051)	51,399
Permits & Filing Fees	356,700	356,700	259,032	(97,668)	291,095
Fines & Forfeitures	333,500	333,500	409,849	76,349	328,817
Use of Money & Property	377,500	377,500	443,231	65,731	477,659
Charges for Services					
Citizen Services	566,900	566,900	631,170	64,270	393,292
Recreation Services	48,500	48,500	43,830	(4,670)	29,694
Sale of Goods	26,000	26,000	27,204	1,204	20,204
Other Revenues	242,100	242,100	300,539	58,439	210,106
Total Revenues	12,665,564	12,665,564	12,898,834	233,270	12,050,200
Expenditures					
Current					
General Government	1,262,083	1,264,919	1,264,919	-	1,110,560
Staff Services	589,866	589,866	558,139	31,727	594,771
Public Safety	6,846,308	6,843,472	6,441,301	402,171	6,101,199
Public Services	2,633,442	2,633,442	2,590,202	43,240	2,246,005
Community Development	927,465	927,465	882,539	44,926	988,059
Capital Outlay	197,838	197,838	187,704	10,134	197,488
Total Expenditures	12,457,002	12,457,002	11,924,804	532,198	11,238,082
Excess of Revenues over (under)					
Expenditures	208,562	208,562	974,030	765,468	812,118
OTHER FINANCING SOURCES (USES)					
Transfers out	-	-	(1,657)	1,657	-
Total Other Financing Sources (Uses)	-	-	(1,657)	1,657	-
Net Change in Fund Balance	208,562	208,562	972,373	767,125	812,118
Fund Balance – Beginning	6,367,531	6,367,531	6,367,531	-	5,555,413
Fund Balance – Ending	\$ 6,576,093	\$ 6,576,093	\$ 7,339,904	\$ 767,125	\$ 6,367,531

CITY OF BENBROOK, TEXAS
(1 of 3)
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget and Actual - Detail
For the Year Ended September 30, 2008
With Comparative Actual Amounts for September 30, 2007

	2008				2007
	Budget Amounts		Actual	Variance with	Actual
	Original	Final	GAAP	Final Budget	GAAP
			Basis	Positive or	Basis
				(Negative)	
Revenues					
Current Property Taxes	\$ 7,579,359	\$ 7,579,359	\$ 7,578,288	\$ (1,071)	\$ 7,157,074
Delinquent Property Taxes	55,000	55,000	47,374	(7,626)	29,665
Penalty & Interest	62,805	62,805	46,083	(16,722)	52,702
Property Taxes	7,697,164	7,697,164	7,671,745	(25,419)	7,239,441
Electrical Franchise Tax	770,000	770,000	718,330	(51,670)	766,835
Gas Franchise Tax	87,000	87,000	87,768	768	84,405
Telephone Franchise Tax	145,000	145,000	145,658	658	139,243
Sanitation Franchise Tax	205,000	205,000	273,369	68,369	159,705
Cable Television Tax	137,500	137,500	139,087	1,587	134,786
Franchise Taxes	1,344,500	1,344,500	1,364,212	19,712	1,284,974
City Sales	1,601,250	1,601,250	1,690,902	89,652	1,697,885
Bingo	5,000	5,000	7,930	2,930	20,547
Other	4,150	4,150	2,941	(1,209)	5,087
Sale & Other Taxes	1,610,400	1,610,400	1,701,773	91,373	1,723,519
Electrical	10,000	10,000	5,417	(4,583)	6,102
Plumbing	25,000	25,000	13,282	(11,718)	19,037
Other	27,300	27,300	27,550	250	26,260
Licenses	62,300	62,300	46,249	(16,051)	51,399
Building Permits	250,000	250,000	175,864	(74,136)	206,113
Alarm Permits	14,000	14,000	24,123	10,123	13,026
Electrical Permits	30,000	30,000	17,710	(12,290)	23,334
Plumbing Permits	25,000	25,000	19,038	(5,962)	23,231
Development Fee	11,000	11,000	2,482	(8,518)	6,640
Subdivision Filing Fees	4,500	4,500	4,919	419	3,419
Other	22,200	22,200	14,896	(7,304)	15,332
Permits & Filing Fees	356,700	356,700	259,032	(97,668)	291,095
Court Fines	190,000	190,000	245,086	55,086	192,476
Warrant Fees	27,500	27,500	21,871	(5,629)	29,629
Arrest Fee	22,000	22,000	23,999	1,999	20,734
Special Expense Fee	75,000	75,000	88,642	13,642	69,195
Other	19,000	19,000	30,251	11,251	16,783
Use of Money & Property	333,500	333,500	409,849	76,349	328,817
Interest on Investment	325,000	325,000	329,099	4,099	360,971
Other	52,500	52,500	114,132	61,632	116,688
Use of Money & Property	377,500	377,500	443,231	65,731	477,659
Ambulance Fee	500,000	500,000	582,293	82,293	341,685
Street Cut Charges	57,500	57,500	41,514	(15,986)	44,608
Other	9,400	9,400	7,363	(2,037)	6,999
Citizen Services	566,900	566,900	631,170	64,270	393,292

CITY OF BENBROOK, TEXAS**(2 of 3)****General Fund****Schedule of Revenues, Expenditures, and Changes in Fund Balance-****Budget and Actual - Detail****For the Year Ended September 30, 2008****With Comparative Actual Amounts for September 30, 2007**

	2008				2007
	Budget Amounts		Actual GAAP Basis	Variance with Final Budget Positive or (Negative)	Actual GAAP Basis
	Original	Final			
Revenues					
Park Leases Fees	\$ 16,500	\$ 16,500	\$ 19,707	\$ 3,207	\$ 16,794
Park Usage Fees	32,000	32,000	24,123	(7,877)	12,900
Recreation Services	48,500	48,500	43,830	(4,670)	29,694
Tax Certificates	5,000	5,000	7,666	2,666	2,285
Sale of Equipment	16,000	16,000	11,234	(4,766)	8,283
Other	5,000	5,000	8,304	3,304	9,636
Sale of Goods	26,000	26,000	27,204	1,204	20,204
Police Contract	60,000	60,000	73,454	13,454	39,216
Fire Service Contracts	80,000	80,000	144,727	64,727	80,940
Revenue from Other Agencies	81,600	81,600	35,249	(46,351)	74,951
Insurance Refunds	15,500	15,500	41,994	26,494	13,158
Other	5,000	5,000	5,115	115	1,841
Other Revenue	242,100	242,100	300,539	58,439	210,106
Total Revenues	\$ 12,665,564	\$ 12,665,564	\$ 12,898,834	\$ 233,270	\$ 12,050,200
Expenditures					
Current					
City Council	35,900	35,900	30,991	4,909	17,958
City Manager	278,915	278,915	274,884	4,031	303,121
City Secretary	302,263	302,263	278,923	23,340	244,805
Non-Departmental	645,005	647,841	680,121	(32,280)	544,676
General Government	1,262,083	1,264,919	1,264,919	-	1,110,560
Finance					
Accounting & Tax	245,921	245,921	239,079	6,842	228,467
Customer Services	52,831	52,831	49,199	3,632	109,488
Information Services	131,937	131,937	121,279	10,658	107,866
Personnel	25,900	25,900	22,213	3,687	24,803
Budget & Research	133,277	133,277	126,369	6,908	124,147
Staff Services	589,866	589,866	558,139	31,727	594,771
Police					
Administration	231,860	231,860	226,357	5,503	292,194
Services	713,303	713,303	609,046	104,257	591,409
Patrol	2,949,073	2,946,237	2,731,896	214,341	2,468,424
CIS	624,556	624,556	592,884	31,672	582,058
Crime Prevention	84,870	84,870	74,435	10,435	75,457
School Safety	27,299	27,299	38,655	(11,356)	49,355
Animal Control	103,371	103,371	100,303	3,068	108,493
Code Enforcement	81,393	81,393	79,300	2,093	75,734
Fire					
Fire Fighting	1,788,213	1,788,213	1,752,178	36,035	1,614,145
Ambulance	77,680	77,680	79,957	(2,277)	91,630

CITY OF BENBROOK, TEXAS
(3 of 3)
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance-
Budget and Actual - Detail
For the Year Ended September 30, 2008
With Comparative Actual Amounts for September 30, 2007

	2008				2007
	Budget Amounts		Actual GAAP Basis	Variance with Final Budget Positive or (Negative)	Actual GAAP Basis
	Original	Final			
Expenditures					
Municipal Court	164,690	164,690	156,290	8,400	152,300
Public Safety	6,846,308	6,843,472	6,441,301	402,171	6,101,199
Administration	131,108	131,108	128,394	2,714	138,107
Street Maintenance	1,196,109	1,196,109	1,203,961	(7,852)	1,153,752
Park Maintenance	875,048	875,048	843,954	31,094	574,137
Support Services					
Garage	192,838	192,838	189,916	2,922	179,857
Building Maintenance	238,339	238,339	223,977	14,362	200,152
Public Services	2,633,442	2,633,442	2,590,202	43,240	2,246,005
Administration	226,729	226,729	258,965	(32,236)	425,839
Planning & Zoning	206,215	206,215	188,098	18,117	181,723
City Inspection	251,252	251,252	244,702	6,550	301,423
Engineering Services	243,269	243,269	190,774	52,495	79,074
Community Development	927,465	927,465	882,539	44,926	988,059
Capital Outlay	197,838	197,838	187,704	10,134	197,488
Total Expenditures	12,457,002	12,457,002	11,924,804	532,198	11,238,082
Excess of Revenues over (under)					
Expenditures	208,562	208,562	974,030	765,468	812,118
OTHER FINANCING SOURCES (USES)					
Transfers out	-	-	(1,657)	1,657	-
Total Other Financing Sources (Uses)	-	-	(1,657)	1,657	-
Net Change in Fund Balance	208,562	208,562	972,373	767,125	812,118
Fund Balance - Beginning	6,367,531	6,367,531	6,367,531	-	5,555,413
Fund Balance - Ending	\$ 6,576,093	\$ 6,576,093	\$ 7,339,904	\$ 767,125	\$ 6,367,531

DEBT SERVICE FUNDS

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest, including long-term notes and lease purchase agreements.

CITY OF BENBROOK, TEXAS
Debt Service Fund
Comparative Balance Sheet
September 30, 2008 and 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Deposits & investments		
Super NOW account	\$ 546,747	\$ 324,658
Receivables		
Property taxes		
Real Property	20,976	32,341
Penalty & Interest	19,750	30,412
Uncollectible	(16,815)	(25,909)
Due from Capital Projects - TIF	203,028	203,028
Total Assets	<u><u>\$ 773,686</u></u>	<u><u>\$ 564,530</u></u>
LIABILITIES & FUND BALANCES		
Liabilities		
Deferred Revenue	17,315	31,653
Total Liabilities	<u>17,315</u>	<u>31,653</u>
Fund Balances		
Restricted		
For Debt Service	756,371	532,877
Total Fund Balances	<u>756,371</u>	<u>532,877</u>
TOTAL LIABILITIES & FUND BALANCES	<u><u>\$ 773,686</u></u>	<u><u>\$ 564,530</u></u>

CITY OF BENBROOK, TEXAS

Debt Service

Schedule of Revenues, Expenditures, and Changes in Fund Balance -

Budget and Actual

For the Year Ended September 30, 2008

With Comparative Actual Amounts for September 30, 2007

	2008				2007
	Budget Amounts		Actual	Variance with	Actual
	Original	Final	GAAP	Final Budget	GAAP
			Basis	Positive or	Basis
				(Negative)	
Revenues					
Property Taxes					
Current Property Tax	\$ 1,245,368	\$ 1,245,368	\$ 1,245,034	\$ (334)	\$ 1,246,207
Delinquent Property Tax	5,100	5,100	7,653	2,553	3,394
Penalty & Interest	5,595	5,595	7,659	2,064	8,735
Total Revenues	1,256,063	1,256,063	1,260,346	4,283	1,258,336
Expenditures					
Principal					
General Obligation Bonds	210,000	210,000	210,000	-	190,000
Certificate of Obligation	435,000	435,000	310,000	125,000	300,000
Long-term Notes	3,246	3,246	3,246	-	3,059
Principal	648,246	648,246	523,246	125,000	493,059
Interest					
General Obligation Bonds	320,708	320,708	320,708	-	332,308
Certificate of Obligation	255,675	255,675	179,306	76,369	192,081
Long-term Notes	8,934	8,934	8,934	-	9,321
Interest	585,317	585,317	508,948	76,369	533,710
Other					
Fiscal Changes	7,000	7,000	4,658	2,342	1,158
Total Expenditures	1,240,563	1,240,563	1,036,852	203,711	1,027,927
Excess of Revenues over (under)					
Expenditures	15,500	15,500	223,494	207,994	230,409
Fund Balance - Beginning	532,877	532,877	532,877	-	302,468
Fund Balance - Ending	\$ 548,377	\$ 548,377	\$ 756,371	\$ 207,994	\$ 532,877



STATISTICAL SECTION

(Unaudited)

The City of Benbrook's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the government's overall financial health.

		Pages
Financial Trends	These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	43-46
Revenue Capacity	These schedules contain information to help the reader assess the government's most significant local revenue sources, the property tax.	47-50
Debt Capacity	These schedules present information to help the reader assess the affordability of the government's current level of outstanding debt and the government's ability to issue additional debt in the future.	51-54
Demographic & Economic Indicators	These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities takes place.	55-57
Operating Information	These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	58-59
Additional Information	Additional information the government has included to help give the reader a better understanding of the government.	60

CITY OF BENBROOK, TEXAS
Net Assets by Component
Last Five Fiscal Years
(Unaudited)

Table 1

	Fiscal Year				
	2004	2005	2006	2007	2008
Governmental activities					
Investment in capital assets, net of related debt	\$ 34,123,227	\$ 33,940,524	\$ 35,131,149	\$ 35,105,138	\$ 35,121,433
Restricted	770,966	4,827,009	4,852,363	4,485,176	4,174,179
Unrestricted	<u>7,474,788</u>	<u>4,831,580</u>	<u>6,596,515</u>	<u>7,696,661</u>	<u>9,247,627</u>
Total government activities net assets	<u>\$ 42,368,981</u>	<u>\$ 43,599,113</u>	<u>\$ 46,580,027</u>	<u>\$ 47,286,975</u>	<u>\$ 48,543,239</u>

(1) The City first applied GASB 34 in the fiscal year ended 9/30/04; therefore government-wide financial information for years prior are not available.

CITY OF BENBROOK, TEXAS
Changes in Net Assets
Last Five Fiscal Years
(Unaudited)

Table 2

	Fiscal Year			
	2004	2005	2006	2007
Expenses				
Governmental activities				
General Government	\$ 862,934	\$ 951,947	\$ 1,254,037	\$ 1,305,755
Staff Services	509,277	533,457	601,865	594,771
Public Safety	5,517,531	5,883,163	6,115,876	6,350,463
Public Services	3,350,771	3,380,073	3,517,751	3,375,662
Community Development	1,149,374	1,212,669	1,319,432	4,752,683
Interest on long-term debt	807,449	950,646	1,087,712	1,074,998
Total Government Activities Expenses	\$ 12,197,336	\$ 12,911,955	\$ 13,896,673	\$ 17,454,332
Program Revenues				
Governmental activities				
Fees, Fines & Service Charges				
Public Safety	627,462	648,982	687,244	886,089
Public Services	70,692	77,607	107,986	74,327
Community Development	489,906	488,802	448,695	328,988
Operating Grants & Contributions	132,709	169,482	262,250	696,743
Capital Grants & Contributions				
Public Service	1,685,264	824,198	1,120,002	2,194,428
Community Development	95,900	116,276	-	-
Total Government Activities Program Revenues	3,101,933	2,325,347	2,626,177	4,180,575
Net Expenses Revenues	9,095,403	10,586,608	11,270,496	13,273,757
General Revenues & Other Changes in Net Assets				
Governmental Activities				
Taxes				
Ad Valorem	7,381,749	7,961,943	8,222,631	8,520,241
Franchise	1,307,969	1,208,004	1,295,434	1,284,974
Sales & Other	1,920,511	2,062,344	2,218,043	2,717,593
Use of Money & Proper	209,339	405,291	1,915,891	956,266
Miscellaneous	72,795	179,158	599,411	501,631
Total Governmental Activities	10,892,363	11,816,740	14,251,410	13,980,705
Changes in Net Assets	\$ 1,796,960	\$ 1,230,132	\$ 2,980,914	\$ 706,948

(1) The City first applied GASB 34 in the fiscal year ended 9/30/04; therefore government-wide financial information for years prior are not available.

CITY OF BENBROOK, TEXAS
Fund Balances – Governmental Funds
Last Ten Fiscal Years
(Unaudited)

Table 3

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Fund										
Reserved	\$ 272,668	\$ 250,629	\$ 266,892	\$ 295,394	\$ 324,816	\$ 305,830	\$ 291,143	\$ 286,906	\$ 258,047	\$ 260,915
Unreserved	1,818,758	2,035,300	2,972,826	3,557,801	3,658,409	4,029,061	4,556,216	5,268,507	6,109,484	7,078,989
Total General Fund	\$ 2,091,426	\$ 2,285,929	\$ 3,239,718	\$ 3,853,195	\$ 3,983,225	\$ 4,334,891	\$ 4,847,359	\$ 5,555,413	\$ 6,367,531	\$ 7,339,904
All Other Governmental Funds										
Reserved for										
Debt Service	148,184	156,303	130,575	141,997	170,447	199,187	225,184	302,468	532,877	756,371
Economic Development	1,018,497	293,102	532,875	632,205	781,695	309,979	841,058	1,187,808	845,105	523,715
City Promotions	4,203	39,560	51,459	69,236	100,485	163,577	224,213	275,622	348,632	429,188
Capital Projects	1,887,578	2,083,043	1,335,779	3,725,741	1,692,075	4,386,223	4,817,833	2,415,182	1,476,528	2,064,709
Public Safety	-	-	32,023	56,592	86,476	110,820	137,959	164,593	176,056	264,473
Unreserved										
Capital Projects	123,327	77,207	199,886	206,781	226,535	137,454	137,454	1,304,872	1,364,060	1,474,181
Total All Other Governmental Funds	\$ 3,181,789	\$ 2,649,215	\$ 2,282,597	\$ 4,832,552	\$ 3,057,713	\$ 5,307,240	\$ 6,383,701	\$ 5,650,545	\$ 4,743,258	\$ 5,512,637

CITY OF BENBROOK, TEXAS
Changes in Fund Balance – Governmental Funds
Last Ten Fiscal Years
(Unaudited)

Table 4

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Revenues										
Taxes										
Property	\$ 5,148,857	\$ 5,443,525	\$ 5,818,170	\$ 6,187,190	\$ 6,806,789	\$ 7,375,230	\$ 7,953,643	\$ 8,221,572	\$ 8,497,777	\$ 8,932,091
Franchise	1,167,961	1,099,335	1,224,808	1,354,591	1,201,944	1,307,969	1,208,004	1,295,434	1,300,921	1,382,773
Sales & Other	1,407,930	1,596,501	1,975,194	1,932,010	1,777,447	1,920,511	2,062,344	2,218,043	2,701,646	2,678,083
Licenses, Permits & Filing Fees	185,864	194,272	225,370	247,683	351,415	435,697	488,408	457,800	342,494	305,281
Fines & Forfeitures	185,513	213,609	264,689	281,664	339,408	305,445	330,297	337,957	355,440	1,289,624
Use of Money & Property	286,257	333,914	607,578	502,786	209,387	253,681	412,746	1,923,856	1,011,348	738,482
Proceeds of Direct Financing Lease	-	-	-	-	-	196,651	196,651	196,651	196,651	196,651
Charges for Services	256,852	570,506	565,292	905,216	485,400	359,701	440,034	500,499	443,190	702,204
Other Revenues	409,406	546,687	392,340	370,719	458,273	479,911	1,049,801	1,216,755	1,341,404	1,043,204
Total General Fund	9,048,640	9,998,349	11,073,441	11,781,859	11,630,063	12,634,796	14,141,928	16,368,567	16,190,871	17,268,393
Expenditures										
Current										
General Government	466,697	499,971	620,768	676,628	670,566	773,737	861,303	984,286	1,110,560	1,264,919
Staff Services	484,567	495,227	482,303	366,909	400,879	503,528	527,709	596,116	594,771	558,139
Public Safety	3,257,846	3,811,620	4,019,770	4,482,713	5,009,883	5,299,692	5,681,172	5,864,454	6,116,359	6,658,770
Public Services	1,583,315	1,669,754	1,712,754	1,923,656	2,069,286	1,994,054	2,099,810	2,317,104	2,246,005	2,591,314
Community Development	360,497	474,091	1,195,792	1,453,193	2,871,235	605,201	674,942	737,509	1,006,407	1,062,249
Economic Development	639,699	1,524,511	544,107	718,261	429,084	506,260	336,887	451,418	590,356	767,868
Community Promotions	13	-	30,000	83,548	50,922	26,017	52,560	112,928	91,185	-
Debt Service	-	-	-	-	-	-	-	-	-	-
Principal	1,051,903	1,101,999	784,039	413,089	302,221	394,442	934,703	979,239	698,678	778,019
Interest & Other Fees	362,381	379,475	988,407	1,228,208	1,138,839	1,310,815	1,134,433	1,081,220	1,054,556	968,941
Debt Issuance Costs	-	-	-	-	-	-	-	-	-	35,000
Capital Outlay	2,868,248	2,501,182	441,425	432,222	2,731,958	5,669,856	2,819,233	3,809,395	2,777,163	1,876,422
Total Expenditures	11,075,166	12,457,830	10,819,365	11,778,427	15,674,873	17,083,602	15,122,752	16,933,669	16,286,040	16,561,641
Excess (deficiency) of Revenues Over Expenditures	(2,026,526)	(2,459,481)	254,076	3,432	(4,044,810)	(4,448,806)	(980,428)	(565,102)	(95,169)	706,752
Other Financing Sources (Uses)										
Issuance of Debt	1,950,000	2,121,410	333,095	3,160,000	2,400,000	7,050,000	2,500,000	540,000	-	1,035,000
Refunding	-	-	-	-	-	-	5,840,000	-	-	-
Payments to Escrow Agent	-	-	-	-	-	-	(5,770,643)	-	-	-
Transfers-In	34,900	48,050	-	-	-	-	371,919	-	-	1,657
Transfers-out	(34,900)	(48,050)	-	-	-	-	(371,919)	-	-	(1,657)
Total Other Financing Sources (Uses)	1,950,000	2,121,410	333,095	3,160,000	2,400,000	7,050,000	2,569,357	540,000	-	1,035,000
Net Change in Fund Balance	(76,526)	(338,071)	587,171	3,163,432	(1,644,810)	2,601,194	1,588,929	(25,102)	(95,169)	1,741,752
Fund Balance – Beginning	5,349,741	5,273,215	4,935,144	5,522,315	8,685,747	7,040,937	9,642,131	11,231,060	11,205,958	11,110,789
Fund Balance – Ending	\$ 5,273,215	\$ 4,935,144	\$ 5,522,315	\$ 8,685,747	\$ 7,040,937	\$ 9,642,131	\$ 11,231,060	\$ 11,205,958	\$ 11,110,789	\$ 12,852,541
Debt Service as a percent of noncapital expenditures	20.82%	17.48%	20.60%	16.91%	12.53%	17.56%	20.22%	18.62%	14.91%	13.72%

CITY OF BENBROOK, TEXAS
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)

Table 5

Fiscal Year Ended	Estimated Market Value		Less Tax-Exempt Property	Total Taxable Value	Total Direct Tax Rate
	Real Property	Personal Property			
1999	\$ 691,713,042	\$ 52,124,392	\$ 88,700,511	\$ 655,136,923	0.7850
2000	720,105,876	53,682,707	84,449,947	689,338,636	0.7850
2001	766,993,900	56,644,593	85,247,479	738,391,014	0.7850
2002	821,094,563	65,129,222	90,859,255	795,364,530	0.7725
2003	895,546,468	67,983,069	92,881,382	870,648,155	0.7725
2004	952,524,428	84,402,115	94,391,030	942,535,513	0.7625
2005	1,044,181,883	87,693,914	95,044,191	1,036,831,606	0.7625
2006	1,112,371,077	88,059,934	107,273,421	1,093,157,590	0.7425
2007	1,252,140,342	93,038,620	170,436,568	1,174,742,394	0.7225
2008	1,314,118,549	129,433,797	169,308,770	1,274,243,576	0.6975

(1) Values were taken from the certified tax roll prepared by the Tarrant Appraisal District. Assessed Value is 100% of Estimated Market Value.

CITY OF BENBROOK, TEXAS
Direct & Overlapping Property Tax Rates
(per \$100 of assessed value)
Last Ten Fiscal Years
(Unaudited)

Table 6

Fiscal Year Ended	City of Benbrook		Ft. Worth School District	Overlapping Rates			Totals
	General Fund	Debt Service Fund		Tarrant County	County Hospital District	Junior College College	
1999	\$ 0.572120	\$ 0.212880	\$ 1.485000	\$ 0.264836	\$ 0.234070	\$ 0.106410	\$ 2.875310
2000	0.580103	0.204897	1.515000	0.264836	0.234070	0.106410	2.905316
2001	0.594204	0.190796	1.641100	0.274785	0.234070	0.106410	3.041365
2002	0.600840	0.171660	1.641100	0.274785	0.234070	0.106410	3.028865
2003	0.605672	0.166828	1.685800	0.272500	0.232400	0.139380	3.102580
2004	0.617600	0.144900	1.658000	0.272500	0.235397	0.139380	3.067777
2005	0.608285	0.154215	1.658000	0.272500	0.235397	0.139380	3.067777
2006	0.614196	0.128304	1.654000	0.272500	0.235397	0.139380	3.043777
2007	0.615346	0.107154	1.514000	0.271500	0.235397	0.139380	2.882777
2008	0.599070	0.098430	1.190000	0.266500	0.230397	0.139380	2.523777

(1) Ft. Worth Independent School district serves the City.
(2) Rates provided by the Tarrant Appraisal District.

CITY OF BENBROOK, TEXAS
Principal Property Tax Payers
Current Year & Ten Years Ago
(Unaudited)

Table 7

2007		1998	
Taxpayer	Assessed Valuation	Taxpayer	Assessed Valuation
	Percent of Total Assessed Valuation		Percent of Total Assessed Valuation
Weatherford International	\$ 64,396,632	Computalog Wireline Services	\$ 9,976,237
Cordiel Victorian Quarters	22,881,342	Apple Residential Income Trust	9,066,576
MB Copper Crossing/Greenwood	19,396,411	Albertsons Incorporated	7,765,976
TXU Electric Delivery	16,799,331	Highland Park Partners	7,636,720
Smallwood Summit Partners	13,139,296	Pacific Realty Corporation	7,372,720
MRI Country Bend/River Glen Inv Fnd	10,606,278	Texas Utilities	6,553,842
Eastwood Ranch	9,900,000	Southwestern Bell	5,961,300
Highland Park Partners	8,943,589	Zangan & Associates	5,187,800
Pacific Realty Corporation	8,688,259	HCRI Texas Properties	4,857,698
Century Johnson Partners LP	7,041,404	Barron Investments LTD	3,816,570
M&L Fort Worth Partnership	6,759,558	M&L Fort Worth Partnership	3,100,000
ABS TX Investors	6,385,108		
Covenant Place of Burleson	5,667,465		
Southwestern Bell	5,556,719		
MB Greenwood Creek	5,338,355		
Cook TEAM LP	5,196,411		
	\$ 216,696,158		\$ 71,295,439
	17.01%		11.78%

(1) All information provided by the Tarrant Appraisal District

CITY OF BENBROOK, TEXAS
Property Tax Levies & Collections
Last Ten Fiscal Years
(Unaudited)

Table 8

Fiscal Year Ended	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections To Tax Levy	Delinquent Tax Outstanding	Percent of Delinquent Tax To Tax Levy
1999	5,142,825	5,077,853	98.74	32,863	5,110,716	99.38	140,102	2.72
2000	5,411,308	5,370,954	99.25	40,167	5,411,121	100.00	124,884	2.31
2001	5,796,360	5,740,745	99.04	31,772	5,772,517	99.59	136,155	2.35
2002	6,144,191	6,112,941	99.49	43,199	6,156,140	100.19	162,812	2.65
2003	6,725,757	6,692,014	99.50	67,289	6,759,303	100.50	180,424	2.68
2004	7,186,940	7,181,281	99.92	56,492	7,237,773	100.71	198,026	2.76
2005	7,905,841	7,814,469	98.84	97,739	7,912,208	100.08	197,784	2.50
2006	8,116,695	8,095,015	99.73	68,935	8,163,950	100.58	206,370	2.53
2007	8,487,514	8,376,430	98.69	58,824	8,435,254	99.38	229,169	2.70
2008	8,887,849	8,787,765	98.87	82,263	8,870,028	100.92	233,505	2.63

(1) All information from the Tarrant County Tax Assessor-Collector.

CITY OF BENBROOK, TEXAS
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)

Table 9

Fiscal Year Ended	Governmental Activities				Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Certificates of Obligation	Notes Payable	Capital Leases		
1999	6,071,259	1,250,000	846,031	-	1.25	405
2000	7,001,259	1,245,000	606,288	96,430	1.98	443
2001	6,581,289	1,240,000	434,436	72,599	1.12	408
2002	9,366,656	1,230,000	156,345	46,416	1.36	528
2003	9,115,758	1,210,000	2,553,932	17,505	1.48	626
2004	12,570,000	1,195,000	5,783,141	4,613	2.07	945
2005	13,015,000	2,560,000	5,708,050	-	2.05	988
2006	12,300,000	2,375,000	6,168,782	-	1.91	933
2007	11,810,000	2,250,000	6,085,105	-	1.71	882
2008	11,290,000	3,115,000	5,997,086	-	1.60	870

(1) Details on the City's outstanding debt can be founds in the notes to the financial statements.

(2) Taxable property and population data is available in Table 5 and Table 13 respectively

CITY OF BENBROOK, TEXAS
Direct & Overlapping Governmental Activities - Debt
September 30, 2008
(Unaudited)

Table 10

Jurisdiction	Debt Outstanding	Applicable to the City of Benbrook	Estimated Share of Overlapping Debt
Fort Worth Independent School District	\$ 515,916,082	3.42%	\$ 17,644,330
Tarrant County	345,904,856	1.32	4,565,944
Tarrant County Hospital District	64,620,000	1.32	852,984
Tarrant County College District	45,157,713	1.32	596,082
Benbrook Water & Sewer Authority	-	100.00	-
Overlapping Debt City Direct Debt	971,598,651 11,290,000	100.00%	23,659,340 11,290,000
Direct & Overlapping Bonded Debt	\$ 982,888,651		\$ 34,949,340
Ratio of Overlapping Bonded Debt to Taxable Assessed Valuation		2.74	
Per Capita Overlapping Bonded Debt		\$ 1,490	

- (1) Bonded debt includes only General Obligation bonded debt for each agency listed.
(2) All information provided by the agencies listed.
(3) Percentage based on Benbrook's share of the county population and the share of the FWISD enrollment.

CITY OF BENBROOK, TEXAS
Legal Debt Margin
Last Four Fiscal Periods
(Unaudited)

Table 11

Fiscal Year Ended	Estimated Population	Assessed Value	General Bonded Debt	Bonded Debt to Assessed Value	Bonded Debt per Capita
1999	20,152	\$ 655,136,923	\$ 6,071,259	0.93	\$ 301
2000	20,208	689,338,636	7,001,259	1.02	346
2001	20,268	738,391,014	6,581,289	0.89	325
2002	20,450	795,364,530	9,366,656	1.18	458
2003	20,600	870,648,155	9,115,758	1.05	443
2004	20,700	942,535,513	12,570,000	1.33	607
2005	21,550	1,036,831,606	13,015,000	1.26	604
2006	22,350	1,093,157,590	12,300,000	1.13	550
2007	22,850	1,174,742,394	11,810,000	1.01	517
2008	23,450	1,274,243,576	11,290,000	0.88	481

CITY OF BENBROOK, TEXAS
Legal Debt Margin
Last Five Fiscal Periods
(Unaudited)

Table 12

Legal Debt Margin for Fiscal Year 2008		Fiscal Year			
		2004	2005	2006	2007
Assessed Value					
	\$ 1,174,742,394				
Debt Limit (\$2.50 per \$100 value)	31,856,089				
Debt Applicable to Limit	768,231				
Less: Amount set aside for repayment of General Obligation Debt	756,371				
Total Net Debt Applicable to Limit	11,860				
Legal Debt Margin	\$ 31,844,229				
		2004	2005	2006	2007
Debt Limit		\$ 23,563,378	\$ 25,920,790	\$ 27,328,940	\$ 29,368,560
Total Net Debt Applicable to Limit		825,904	754,084	396,209	200,141
Legal Debt Margin		\$ 22,737,474	\$ 25,166,706	\$ 26,932,731	\$ 29,168,419
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit		3.51%	2.91%	1.47%	0.68%
					0.03%

(1) Under the State of Texas Constitution taxes are limited to 2.5% of the property of such city. In addition, the Attorney General's Office normally limits general property taxes to \$2.50 per \$100 assessed valuation for the payment of principal and interest on general obligation debt.

(2) The City first applied GASB 34 in the fiscal year ended 9/30/04; therefore government-wide financial information for years prior are not available.

CITY OF BENBROOK, TEXAS
Demographic Statistics
Last Ten Fiscal Years
(Unaudited)

Table 13

Fiscal Year Ended	Estimated Population	Per Capita Income	School Enrollment	Unemployment Rate
1999	20,152	\$ 23,579	4,476	1.8%
2000	20,208	27,538	4,112	3.4
2001	20,268	28,835	4,098	4.4
2002	20,450	30,110	4,059	5.8
2003	20,600	30,110	4,592	6.6
2004	20,700	31,307	4,425	5.0
2005	21,550	31,054	4,430	5.2
2006	22,350	31,986	4,502	4.6
2007	22,850	32,946	4,423	4.3
2008	23,450	34,230	4,429	5.0

(1) All information provided by the NCTCOG unless otherwise noted

(2) School enrollment provided by the FWISD

CITY OF BENBROOK, TEXAS
Principal Employers
Current Year & Ten Years Ago
(Unaudited)

Table 14

2008			1999		
Employer	Employees	Percent of Total City Employment	Employer	Employees	Percent of Total City Employment
Fort Worth School District (2)	225	4.70%	Fort Worth School District	390	9.03%
Weatherford	175	3.65	IHS of Benbrook	120	2.78
Renaissance Park	110	2.3	Renaissance Park	110	2.55
City of Benbrook	109	2.28	Albertson's Inc	110	2.55
Benbrook YMCA	105	2.19	Computalog	100	2.32
Benbrook Nursing & Rehabilitation	100	2.09	RGIS	100	2.32
Cracker Barrel Old Country Store	100	2.09	Lockheed Martin	94	2.18
TXU Electric Delivery	97	2.03	Cracker Barrel Old Country Store	90	2.08
Albertson's Inc	91	1.9	City of Benbrook	88	2.04
Fowlkes & Associates	75	1.57	Winn Dixie	61	1.41
Total	1,187	24.78%		1,263	29.26%

(1) Local information provided by the various employers.

(2) Employers with multiple locations.

CITY OF BENBROOK, TEXAS
Local Employment Information
September 30, 2008
(Unaudited)

Table 15

Fiscal Year Ended	Ag	Construction	Manufacturing	Transportation & Storage	Wholesale	Retail	Services	Finance & Insurance & Real Estate	Other	TOTALS
Number of Establishments										
1999	15	40	39	17	19	137	203	57	2	529
2000	1	42	34	3	18	87	272	66	3	526
2001	1	42	34	4	24	102	282	60	3	552
2002	1	47	29	5	18	163	285	68	16	632
2003	1	43	25	4	20	145	260	62	12	572
2004	1	35	20	3	20	144	260	61	11	555
2005	1	33	19	4	19	104	258	60	12	510
2006	1	35	20	3	19	89	278	59	12	516
2007	1	34	21	4	20	89	282	59	13	523
2008	1	31	24	5	17	87	282	62	13	522
Employment Levels										
1999	104	221	415	101	77	1,029	1,720	317	97	4,317
2000	2	189	422	30	90	576	2,494	381	133	4,317
2001	2	250	403	35	159	586	2,505	372	190	4,502
2002	2	257	432	39	130	597	2,512	413	197	4,579
2003	2	228	409	37	143	564	2,371	401	215	4,370
2004	2	163	392	31	168	574	2,961	392	181	4,472
2005	2	187	385	41	131	508	2,501	408	537	4,540
2006	2	210	389	39	176	477	2,690	412	299	4,694
2007	2	197	393	40	178	478	2,771	407	300	4,766
2008	2	186	417	42	172	470	2,762	436	303	4,790

Note:
(1) Information provided by the survey of local employment.

CITY OF BENBROOK, TEXAS
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years
(Unaudited)

Table 16

Function/Program	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Government										
City Manager	2	2	2	2	2	2	2	2	2	2
City Secretary	1	1	2	2	2	2	2	2	3	3
Staff Services										
Finance	4	3	3	3	3	3	3	3	2	2
Information Services	-	-	-	-	-	-	1	1	1	1
Budget & Research	1	1	1	1	1	1	1	1	1	1
Public Safety										
Police	43	44	45	46	48	47	49	49	49	53
Fire	8	8	9	9	12	12	12	12	16	16
Municipal Court	1	2	2	2	2	2	2	2	2	2
Public Services										
Administration	1	1	1	1	1	1	1	1	1	1
Public Works	10	10	10	9	9	9	9	9	9	8
Parks & Recreation	7	7	7	7	8	7	7	7	7	8
Services	6	5	4	4	4	4	4	4	4	4
Community Development										
Administration	1	1	1	1	1	1	1	1	1	1
Planning	1	1	1	1	1	2	2	2	2	2
City Inspection	2	3	3	4	4	4	3	4	5	5
Economic Development										
Administration	1	1	1	1	1	2	2	2	2	2
Total	89	90	92	93	99	99	101	102	107	111

Source: City Budgets

CITY OF BENBROOK, TEXAS
Operating Indicators by Function/Program
Last Ten Fiscal Years
(Unaudited)

Table 17

Function/Program	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Licensed Officers	36	36	36	36	36	36	36	36	37	42
Police Reservist	6	6	6	5	5	5	3	3	3	3
Emergency Warning Sirens	7	7	7	7	7	7	6	6	6	6
Fire (1)										
Stations	3	3	3	3	3	3	3	3	3	3
Firefighters	32	32	33	33	33	36	36	36	36	36
Paramedics/EMT's	29	34	33	33	33	34	34	39	39	39
City Fire Support Unit Staff	21	21	21	21	21	21	21	21	21	21
Emergency Vehicles	17	17	19	19	19	19	19	19	19	
Public Works										
Miles of Street	103	103	103	103	103	105	105	105	107	107
Number of Street Lights	749	749	749	749	756	771	914	1,156	1,210	1,210
Parks & Recreation										
Parks	5	5	5	5	5	5	5	5	5	5
Acreage	272	272	272	272	272	272	272	272	272	272
Playgrounds	2	2	2	2	2	2	2	2	2	2
Recreation Centers	-	1	1	1	1	1	1	1	1	1
Senior Centers	1	1	1	1	1	1	1	1	1	1
Tennis Courts	8	8	8	8	8	8	8	8	8	8
Golf Courses	3	3	3	3	3	3	4	4	4	4
Lakes	1	1	1	1	1	1	1	1	1	1

Source: City Budgets

CITY OF BENBROOK, TEXAS
Texas Municipal Retirement System
Analysis of Funding Progress & Contribution Rates
Last Ten Fiscal Years
(Unaudited)

Table 18

Fiscal Year Ended	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability	(3) Funded Ratio (1/2)	(4) Unfunded Actuarial Accrued Liability	(5) Annual Covered Payroll	(6) UAAL as a Percentage of ACP (4/5)	(7) City Contributions	(8) Average City Rate (7/8)
1998	7,105,156	9,124,079	77.87	2,018,923	3,205,572	62.98	423,086	13.2
1999	8,158,263	10,213,148	79.88	2,054,265	3,720,695	55.21	510,857	13.73
2000	9,635,569	12,132,592	79.42	2,497,023	3,673,827	67.96	559,551	15.23
2001	10,847,524	13,541,763	80.1	2,694,239	4,120,397	65.39	574,672	13.95
2002	12,411,221	15,309,033	81.1	2,897,412	4,627,709	62.61	699,595	15.12
2003	12,885,583	16,329,394	78.91	3,443,811	4,763,760	72.29	720,288	15.12
2004	12,977,206	16,738,637	77.53	3,761,431	5,184,936	72.55	788,533	15.21
2005	13,749,491	18,212,572	75.49	4,463,081	5,642,683	79.1	827,431	14.66
2006	15,059,570	20,049,353	75.11	4,989,783	5,712,998	87.34	815,429	14.27
2007	14,320,124	22,747,235	62.95	8,427,111	5,965,049	141.27	894,959	14.38

(1) Information provided by TMRS

